

Letter Agreement for Reserve Custodial Accounts



Instructions

To be completed by a Servicer that is a depository institution whose deposits are insured by the FDIC or the NCUSIF and that maintains its Freddie Mac Reserve Custodial Account in-house.

Servicer must send, via e-mail, a fully executed copy of this Letter Agreement to: **Multifamily_Eligibility@freddiemac.com** and retain a fully executed copy of this Letter Agreement for its records.

Letter Agreement

Identify funds account is established to hold (identify all that apply):

- Reserves for taxes, water and sewer charges, assessments, other charges that could become a first lien on the Property, ground rents, and insurance premiums
- Reserves for subsequent cap agreements
- Other Reserves
(Established for Reserves other than any Reserve listed above, e.g., Replacement Reserves, Repair Reserves, Rental Achievement Reserves, Debt Service Reserves, or any other Reserves established under the terms of the Loan Documents)

The undersigned Servicer certifies to Freddie Mac that it has established a demand deposit account or interest-bearing deposit account and agrees that it will deposit into that account the funds specified above held with respect to Mortgages that it services for Freddie Mac.

The account will be maintained in the name of " _____,¹ as trustee for Freddie Mac."

The account will be identified as Account No. _____.²

The Servicer agrees that all funds deposited into the account will be subject to draft thereon by Freddie Mac upon its presentation of a sight draft, in substantially the form of Freddie Mac Form 1062, including a photocopy, facsimile, or scanned copy of such form, by an authorized officer, employee, representative, agent, or attorney of Freddie Mac, designated as such in a Certificate of Incumbency and Authority to Draft Against Custodial Accounts, in substantially the form of Freddie Mac Form 1061, including a photocopy, facsimile, or scanned copy of such form.

The Servicer agrees that it will submit to Freddie Mac copies of such Custodial Account records as account statements, signature cards, detailed trial balances, and complete reconciliations, as well as supporting documentation of such records, as Freddie Mac, in its sole discretion, may request.

The above authorizations and agreements have been made by the Servicer to induce Freddie Mac to rely on them and constitute part of the basis of the bargain for Freddie Mac's agreement to permit the Servicer to service Mortgages for Freddie Mac. The Servicer agrees that this Letter Agreement is not and will not be revocable or subject to rescission by the Servicer without the express written consent of Freddie Mac.

By signing below, I certify, represent, and warrant that I (1) am authorized to execute this Letter Agreement on behalf of the Servicer, (2) intend to be bound by and to bind the Servicer to this Letter Agreement, and (3) agree that my electronic signature on this Letter Agreement will be as binding, valid, and enforceable as my original written signature on a paper original of this Letter Agreement.

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|---|--|
| Typed name of Freddie Mac Seller/Servicer or, if applicable, subservicer. | Servicer FDIC Bank 9000, ABA, or S Bank Number |
| Typed name of Freddie Mac Seller/Servicer (if a subservicer is the depositor) | Seller/Servicer Number |
| By (Signature) | Typed Name and Title |
| | Dated |
| Email Address | Phone Number (direct line) |

¹ If the Freddie Mac Seller/Servicer is the depositor, type the complete legal name of the Freddie Mac Seller/Servicer. If a subservicer is the depositor, type the complete legal name of the subservicer, followed by the phrase "as subservicer for," followed by the complete legal name of the Freddie Mac Seller/Servicer.

² Type Account Number.

Reason for Execution of Letter Agreement (choose all that apply)

Establish original Custodial Account

Replace original Custodial Account

Replaces _____ at _____
Type old account number Type name of depository

Establish additional Custodial Account

Replace Letter Agreement due to: Seller/Service name change

Depository name change

Other _____