



## Fixed-Rate Loan

### Fast and Flexible Funding for a Wide Array of Properties

With our fixed-rate loan, you get a flexible, streamlined financing solution and certainty of execution for the acquisition or refinance of multifamily housing properties. Borrowers have a variety of options to suit their individual needs.

#### The Freddie Mac Difference

When it comes to multifamily finance, Freddie Mac gets it done. We work closely with our Optigo<sup>SM</sup> network of lenders to tackle complicated transactions, provide certainty of execution and fund quickly.

Contact your Freddie Mac Multifamily representative today — we're here to help.

#### Borrowers Who Want to Know More

Contact one of our Optigo lenders at:

[mf.freddiemac.com/borrowers/](http://mf.freddiemac.com/borrowers/)

#### PRODUCT SNAPSHOT

- Generally \$5 million to \$100 million; however larger or smaller loan amounts are considered
- Limited partnership, corporation, limited liability company, or tenancy in common
- If greater than \$5 million, borrower must be a Single Purpose Entity (SPE)
- Under \$5 million, borrower may be a Single Asset Entity
- We support eligible mixed-use properties

Freddie Mac Multifamily  
**Green Advantage**<sup>®</sup>

Our Freddie Mac Multifamily **Green Advantage**<sup>®</sup> initiative rewards Borrowers who improve their properties to save energy or water.

<b>Eligible Borrowers</b>	<ul style="list-style-type: none"> <li>▪ Borrower may be a limited partnership, corporation, limited liability company, or a tenancy in common (TIC) with 10 or fewer tenants in common</li> <li>▪ General partnerships, limited liability partnerships, REITs and certain trusts may also be acceptable in limited circumstances, subject to additional requirements</li> <li>▪ Borrower must usually be a Single Purpose Entity (SPE) (see Section 6.13 of the Loan Agreement for basic SPE requirements); however, on loans less than \$5 million, upon borrower’s request, a borrower other than a TIC may be a Single Asset Entity instead of a SPE</li> <li>▪ If the borrower is structured as a TIC, each tenant in common must be an SPE</li> </ul>
<b>Eligible Properties</b>	Standard multifamily housing, student housing, seniors housing, manufactured housing communities, cooperative housing and Targeted Affordable Housing Cash (e.g., LIHTC Year 4-10 and 11-15, Section 8) Loans. Loans may be used for acquisition or refinance
<b>Terms</b>	<ul style="list-style-type: none"> <li>▪ 5- to 10-year terms (up to 30 years if loan is not purchased for securitization)</li> </ul>
<b>Amount</b>	Generally, \$5 million to \$100 million (larger and smaller loans will be considered)
<b>Maximum Amortization</b>	30 years
<b>Amortization Calculations</b>	Actual/360 standard; 30/360 available
<b>Lock-out Period</b>	2 years following securitization
<b>Prepayment Provisions</b>	Yield maintenance until securitized followed by 2-year lock out; defeasance thereafter. No prepayment premium for final 90 days. If loan is not securitized within first year, then yield maintenance applies until the final 90 days. Yield maintenance without defeasance is available for securitized loans at an additional cost
<b>Tax and Insurance Escrow</b>	Generally required
<b>Replacement Reserve Deposit</b>	Generally required
<b>Recourse Requirements</b>	Non-recourse except for standard carve-out provisions

<b>Supplemental Loan Availability</b>	Yes, subject to requirements specified in the Loan Agreement
<b>Application Fee</b>	Greater of \$2,000 or 0.1% of loan amount for conventional first mortgages; seniors housing loans are > \$5,000 or 0.15% of loan amount; supplemental loans are > \$5,000 or 0.1% of loan amount and Targeted Affordable Housing loans are > \$3,000 or 0.1% of loan amount
<b>Lock Options</b>	<a href="#">Early rate-lock</a> option available for varying durations, typically ranging from 60 to 120 days until Freddie Mac purchase; <a href="#">Index Lock</a> option is also available. Optigo lenders should consult with their regional Freddie Mac representative to determine eligibility
<b>Refinance Test</b>	No <a href="#">Refinance Test</a> is necessary if the loan has an amortizing debt coverage ratio (DCR) of 1.40x or greater and a Loan-to-Value (LTV) ratio of 60% or less.

### Loan-to-Value (LTV) Ratios and Amortizing<sup>1</sup> Debt Coverage Ratios (DCR)

Fixed-Rate Base Conventional Maximum LTV and Minimum DCR <sup>2</sup>	(For specific product adjustments, refer to individual term sheets)		
	Amortizing	Partial-Term Interest-Only <sup>3</sup>	Full-Term Interest-Only
≥ 5-Year and < 7-Year Term	75% / 1.30x	75% / 1.30x	65% / 1.40x
7-Year Term	80% / 1.25x	80% / 1.25x	70% / 1.35x
> 7-Year Term	80% / 1.25x	80% / 1.25x	70% / 1.35x

<sup>1</sup> The DCR calculated for the partial-term interest-only and full-term interest-only period uses an amortizing payment.

<sup>2</sup> Adjustments may be made depending on the property, product and/or market.

<sup>3</sup> For partial-term interest-only loans, there must be a minimum amortization period of 5 years for loans with terms greater than 5 years. Acquisition loans with 5-year terms may have up to 1 year of partial-term interest-only. For terms of 10 years or more, loans may have interest only in an amount equal to no more than half of the loan term.