

RFP Sub-Servicing of Single Family Mortgage Loan Portfolio Questions and Responses

ALL BIDS WILL REMAIN SEALED UNTIL MONDAY, JUNE 20, 2011

1. What is the loan portfolio breakdown as to numbers of FHA, VA, RD & insured conventional loans?

Please refer to the worksheet below.

2. What are the delinquency ratios as to numbers of FHA, VA, RD & insured conventional loans by mortgage insurer?

Please refer to the worksheet below.

MSHDA DELINQUENCY BY INSURANCE PROVIDER

March 31, 2011

| Insurance Provider | # of Loans | % Delinquent |
|---------------------------|-------------------|---------------------|
| FHA | 6,929 | 19.31% |
| VA | 199 | 16.36% |
| Self Insured | 37 | 13.20% |
| RECD | 1,615 | 12.50% |
| Uninsured | 973 | 6.89% |
| Triad Guaranty | 4 | 21.63% |
| Radian | 40 | 12.80% |
| Genworth/GE | 444 | 10.33% |
| MGIC | 2,320 | 9.83% |
| PMI | 305 | 13.63% |
| AIG/UG | 100 | 4.39% |
| CMG | 34 | 7.49% |
| Miscellaneous* | 24 | 9.36% |

* Ticor, Foremost, Remic, Verex, Guaranty Fund

3. Can the sub-servicer bill for reimbursement of escrow advances and the corporate advances incurred on delinquent loans on a monthly basis?

The Authority will reimburse the sub-servicer for foreclosure advances at the expiration of the redemption period. The Authority will fund a Corporate and Escrow account for the sub-servicer to draw on.