



MEMORANDUM

DATE: July 15, 2005

TO: Reverse Mortgage Lenders

FROM: David Carey

SUBJECT: Home Equity Conversion Mortgages (HECM) with Rate Lock-In Provision

Effective July 18, 2005, Fannie Mae will purchase HECMs with Interest Rate Lock-In provisions as described in HUD's Mortgagee Letter 2003-16 issued on September 24, 2003.

If you have any questions, please contact David Carey at (978) 468-9932, or Kathy Hardy at (202) 752-2301, or email david_s_carey@fanniemae.com or kathleen_m_hardy@fanniemae.com.