

**PCG Adjustable Rate Mortgage Matrix (Conventional, Government, and Jumbo) 08.22.17**

| Entity                     | Plan No. | ARM Type | Note/Rider             | Index  | Look-back Int. Rate Change | Caps  | Margin               | Rounding Method | Assumable             | Convertible | Amortization Term | Prepay Penalty | Qualifying Rate  | Comments   |
|----------------------------|----------|----------|------------------------|--|----------------------------|-------|----------------------|-----------------|-----------------------|-------------|-------------------|----------------|--|--|
| FNMA                       | 2723     | 3/1      | 3526/3189              | 1-Yr WSJ LIBOR   | 45                         | 2/2/6 | 2.25                 | Nearest 1/8     | Yes                   | No          | 30                | No             | Greater of the Fully Indexed Or Note Rate + 2%                         | Conforming and High-Balance  |
| FNMA                       | 2725     | 5/1      | 3528/3187              | 1-Yr WSJ LIBOR   | 45                         | 2/2/5 | 2.25                 | Nearest 1/8     | After Fixed Period    | No          | 30                | No             | Greater of the Fully Indexed Or Note Rate + 2%                         | Conforming and High-Balance  |
| FNMA                       | 2727     | 7/1      | 3528/3187              | 1-Yr WSJ LIBOR   | 45                         | 5/2/5 | 2.25                 | Nearest 1/8     | After Fixed Period    | No          | 30                | No             | Greater of the Fully Indexed or Note Rate                              | Conforming and High-Balance  |
| FNMA                       | 2729     | 10/1     | 3528/3187              | 1-Yr WSJ LIBOR   | 45                         | 5/2/5 | 2.25                 | Nearest 1/8     | After Fixed Period    | No          | 30                | No             | Greater of the Fully Indexed or Note Rate                              | Conforming and High-Balance  |
| FHLMC                      |          | 3/1      | 5530/5130              | 1-Yr WSJ LIBOR   | 45                         | 2/2/6 | 2.25                 | Nearest 1/8     | Yes                   | No          | 30                | No             | Greater of the Fully Indexed Or Note Rate + 2%                         | Conforming Only (3/1 not available for FHLMC Super-Conforming)   |
| FHLMC                      |          | 5/1      | 5531/5131              | 1-Yr WSJ LIBOR   | 45                         | 2/2/5 | 2.25                 | Nearest 1/8     | After Fixed Period    | No          | 30                | No             | Greater of the Fully Indexed Or Note Rate + 2%                         | Conforming and Super-Conforming  |
| FHLMC                      |          | 7/1      | 5531/5131              | 1-Yr WSJ LIBOR   | 45                         | 5/2/5 | 2.25                 | Nearest 1/8     | After Fixed Period    | No          | 30                | No             | Note Rate. HPML/HPCT require greater of the Fully Indexed or Note Rate | Conforming and Super-Conforming  |
| FHLMC                      |          | 10/1     | 5531/5131              | 1-Yr WSJ LIBOR   | 45                         | 5/2/5 | 2.25                 | Nearest 1/8     | After Fixed Period    | No          | 30                | No             | Note Rate. HPML/HPCT require greater of the Fully Indexed or Note Rate | Conforming and Super-Conforming  |
| Jumbo                      |          | 5/1      | 3528/3187<br>5531/5131 | 1-Yr WSJ LIBOR   | 45                         | 2/2/5 | 2.25                 | Nearest 1/8     | No                    | No          | 30                | Optional       | Greater of the Fully Indexed Or Note Rate + 2%                         | Lender must use the PennyMac Non-Assumability Note Addendum and Rider.   |
| Jumbo                      |          | 7/1      | 3528/3187<br>5531/5131 | 1-Yr WSJ LIBOR   | 45                         | 2/2/5 | 2.25                 | Nearest 1/8     | No                    | No          | 30                | Optional       | Note Rate  |  |
| FHA<br>Includes streamline |          | 5/1      |                        | 1-Yr CMT (Fed Statistical Release H.15, Selected Interest Rates) | 45                         | 1/1/5 | 1.75<br>2.00<br>2.25 | Nearest 1/8     | Yes (OO)<br>No (Inv.) | No          | 30                | No             | Note Rate<br><br>(N/A for non-credit qualifying streamlines)           | Government change dates can be found in the "Government ARM Initial Interest Rate Adjustment Dates" document in the Quick Reference Guide section of www.gopennymac.com. |
| FHA<br>Includes streamline |          | 7/1      |                        | 1-Yr CMT (Fed Statistical Release H.15, Selected Interest Rates) | 45                         | 2/2/6 | 1.75<br>2.00<br>2.25 | Nearest 1/8     | Yes (OO)<br>No (Inv.) | No          | 30                | No             | Note Rate<br><br>(N/A for non-credit qualifying streamlines)           |  |
| VA<br>Includes IRRRL       |          | 5/1      |                        | 1-Yr CMT (Fed Statistical Release H.15, Selected Interest Rates) | 45                         | 1/1/5 | 1.75<br>2.00<br>2.25 | Nearest 1/8     | VA Approval           | No          | 30                | No             | Note Rate<br><br>(N/A for non-credit qualifying IRRRLs)                |  |
| VA<br>Includes IRRRL       |          | 7/1      |                        | 1-Yr CMT (Fed Statistical Release h.15, Selected Interest Rates) | 45                         | 2/2/6 | 1.75<br>2.00<br>2.25 | Nearest 1/8     | VA Approval           | No          | 30                | No             | Note Rate<br><br>(N/A for non-credit qualifying IRRRLs)                |  |

