

# 2026 Scorecard Changes

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The changes we made to the scorecard in March 2025 aligned with our Servicing Excellence mission and placed greater emphasis on the earliest stages of delinquency (transition from current to D30 metric), and the effective strategies employed to offer permanent solutions to homeowners (addition of the Freddie Mac Flex Modification® and Payment Deferral Recidivism metrics).

For 2026, we're refining the scorecard to focus on effective homeowner engagement strategies to reduce early delinquency(EDQ) and serious delinquency (SDQ), Servicers' operational costs and credit losses to Freddie Mac.

### Scorecard Enhancements

- Servicer Groupings
  - Previously, we had three rank groups based on the number of loans serviced. Beginning in 2026, there will be one rank which will be comprised of those who have  $\geq 100k$  TLS for both Master and Servicing Agents.
  - SHARP considerations to be announced because of the change in rank groups.
- EDQ (D30-D60)/SDQ (D90+ FCL) counts, rates and targets (where applicable) will be added to the 12-Month Rolling Scorecard.
- Metric Changes
  - Merge Flex Modification Recidivism and Payment Deferral Recidivism into one single metric called "Mod/PD Recidivism" to help avoid N/A ranking. The metric will be weighted at 10%. All other weights remain the same.

Weighting	Cto30	D30-D60	Cure Efficiency	Retention Efficiency	Mod/PD Recidivism	Transition to Beyond Time Frame
Proposed	20%	30%	20%	15%	10%	5%
Existing	20%	30%	20%	15%	5% (each)	5%

- Transfer of Servicing (TOS) Exclusions
  - Remove all TOS exclusions for Master and Servicing Agent Scorecards. The performance of transferred loans is attributed to the transferee servicer as of the transfer date.



## Synthetic Control Variable Adjustments

- Origination Buckets
  - Adding a new bucket of 2022-2023 origination to the cut in production following determination that 2022 and 2023 origination may have higher risks. The change slightly improved control quality by model diagnostics results.

	T60	Cure Efficiency	Retention Efficiency	To Beyond Timeline	Flex Recidivism	PD Recidivism
Origination Year Production	<=2008, 2009-2019, 2020+	<=2008, 2009-2019, 2020+	NA	<=2008 2010-2019 2020+	<=2008 2010-2019 2020+	<=2008 2010-2019 2020+
Origination Year Proposed	<=2008, 2009-2019, 2020-2021, 2022-2023, 2024+	<=2008, 2009-2019, 2020-2021, 2022-2023, 2024+	<=2008, 2009-2019, 2020-2021, 2022-2023, 2024+	<=2008, 2009-2019, 2020-2021, 2022-2023, 2024+	<=2019, 2020+	<=2019, 2020+

	T30	T90	120 To Worse	Mod Pull-Thru	Liquidation Efficiency
Origination Year Production	<=2008 2010-2019 2020+	<=2008 2010-2019 2020+	NA	NA	NA
Origination Year Proposed	<=2008, 2009-2019, 2020-2021, 2022-2023, 2024+	<=2008, 2009-2019, 2020-2021, 2022-2023, 2024+	<=2008, 2009-2019, 2020-2021, 2022-2023, 2024+	<=2019, 2020+	NA