

FARMER AC 2

SECONDARY MARKET FOR USDA GUARANTEED LOANS

Servicing Retained Net Yields*

Product Types	Monthly Pay Cash	Monthly Pay 4-Week Rate Lock	Annual, S.A., & Qrtly Pay Cash	Annual, S.A., & Qrtly Pay 4-Week Rate Lock
Wall Street Journal Prime **	2.25%		2.25%	
Farmer Mac 3-Mo COFI	2.24%		2.24%	
Farmer Mac 5-Yr Reset COFI, 20, 25, 30-Yr Am	3.17%	3.26%	3.27%	3.36%
Farmer Mac 10-Yr Reset COFI, 20, 25, 30-Yr Am	3.73%	3.82%	3.83%	3.92%
Farmer Mac 15-Yr Reset COFI, 20, 25, 30-Yr Am	4.02%	4.11%	4.12%	4.21%
7-Yr Fixed Rate, 7-Yr Am	3.07%	3.16%	3.17%	3.26%
7-Yr Fixed Rate, 15-Yr Am	3.31%	3.40%	3.41%	3.50%
10-Yr Fixed Rate, 10-Yr Am	3.36%	3.45%	3.46%	3.55%
15-Yr Fixed Rate, 15-Yr Am	3.65%	3.74%	3.75%	3.84%
15-Yr Fixed Rate, 25-Yr Am	3.91%	4.00%	4.01%	4.10%
20-Yr Fixed Rate, 20-Yr Am	3.91%	4.00%	4.01%	4.10%
25-Yr Fixed Rate, 25-Yr Am		4.37%		4.47%
30-Yr Fixed Rate, 30-Yr Am		4.51%		4.61%

* Indications only. Actual Net Yields are determined at time of pricing and may differ from those indicated.

** For daily, monthly and quarterly resets. For all other reset frequencies, please contact Farmer Mac II LLC.

*** For 25- and 30- year fixed rate products: Higher rates may apply for loans \$5 million or greater.

NOTE: Rates are set by Farmer Mac on behalf of Farmer Mac II LLC.

Terms	Description
Loan Pricing	Loans receiving cash rates are priced each Wednesday. Rate locks are issued on weekdays (10:00 a.m. to 3:00 p.m. eastern time).
Settlement/Purchase	Farmer Mac II LLC purchases loans each Thursday. Required settlement documents should be delivered to the Farmer Mac 2 Program Administrator at least one week prior to the anticipated Settlement Date.
Eligible Loans	Farm Service Agency (FSA): Farm Ownership (FO) & Term Operating Loan (OL). Rural Development (RD): Business & Industry (B&I), Community Facility (CF) & Water and Environmental Program (WEP)
Servicing Fees	Determined by the lender and added to the Net Yield to calculate the final note rate. Lender is responsible for collecting, reporting, and remitting loan payments to the Farmer Mac 2 Program Administrator.
Maximum LTV	All credit and underwriting standards are determined by USDA and the lender.
Prepayment	Borrower may prepay loan in part or in full at any time without penalty.
Next Reset Dates	3-Mo COFI: 1/1/2017 and quarterly thereafter 5-Yr Reset COFI: 1/1/2022 and every 5 years thereafter 10-Yr Reset COFI: 1/1/2027 and every 10 years thereafter 15-Yr Reset COFI: 1/1/2032 and every 15 years thereafter Balloon amortizations are not permitted on loans tied to either the 5-, 10- or 15- Year Reset COFI.
Payment Options & Dates	Annual: January 1, April 1, July 1, or October 1 Semi-annual: January 1 & July 1, or April 1 & October 1 Quarterly: 1st day of each calendar quarter Monthly: 1st day of each month
Simple Interest	Preferred accrual method - Actual/365

Transaction/Origination Fees All of Farmer Mac's fees are included in the Net Yield. Lenders are free to charge origination fees.

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For more information, contact us at 877-770-FMII (3644) or visit www.farmermac2.com.

