



Broker offering USD 176m in Ginnie Mae EBOs

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Broker-dealer RAMS Mortgage Capital is offering USD 176m of Ginnie Mae early buyout loans in a taste of what is expected to be an abundant supply of distressed residential loans, according to RAMS and a loan advisor.

The pool of 1,088 loans has a gross WAC of 4.699%, a current LTV of 88.02% and were made to borrowers with an average Fico credit score of 646, according to RAMS. Most of the loans are in active forbearance plans.

Bids are due 2 December.

Servicers are expected to increase repurchases, or early buyouts (EBOs), of delinquent loans from Ginnie Mae MBS as delinquencies rise. Some investment bankers are working on ways to provide funding for the EBOs by nonbanks that dominate the sector, as [reported](#).

Lakeview Loan Servicing, the largest Ginnie Mae servicer, has seen delinquencies on the loans climb above 10% in October and November from 1.4% in February and March, according to Recursion data.

by [Al Yoon](#)