



Federal Housing Finance Agency

SUSPENDED COUNTERPARTY PROGRAM: Suspension Guidelines

The following guidelines are employed when determining the appropriate length of suspension for counterparties FHFA determines to suspend from doing business with the regulated entities through issuance of a Suspension Order in accordance with the Suspended Counterparty Program regulation at 12 CFR 1227 (the “Regulation”).

Five (5) Year Suspension

Persons or entities that are sentenced or sanctioned as a result of “covered misconduct”, as defined in the Regulation, for less than five (5) years (including supervised release) will be suspended from doing business with Fannie Mae, Freddie Mac and the Federal Home Loan Banks for five (5) years, absent mitigating conditions.

Ten (10) Year Suspension

Persons or entities that are sentenced or sanctioned as a result of “covered misconduct”, as defined in the Regulation, for at least five (5) years but less than ten (10) years (including supervised release) will be suspended from doing business with Fannie Mae, Freddie Mac and the Federal Home Loan Banks for ten (10) years, absent mitigating conditions.

Indefinite Suspension

Persons or entities that are sentenced or sanctioned as a result of “covered misconduct”, as defined in the Regulation, for ten (10) years or more (including supervised release) will be suspended from doing business with Fannie Mae, Freddie Mac and the Federal Home Loan Banks indefinitely, absent mitigating conditions.
