



WHOLESALE ANNOUNCEMENT 2026-30

March 18, 2026

Freddie Mac Update

Effective Date

Effective for mortgages with application received dates on or after June 3, 2026, however sellers are encouraged to implement immediately

Update:

Purchase Transaction Mortgages and Gifts of Equity

For purchase transaction Mortgages, Freddie Mac is adding requirements when proceeds of a gift of equity exceed the amount needed for closing. The gift of equity may only be:

- Used to pay off or pay down the Borrower's debt at closing when paid by the property seller to the creditor, and/or
- Applied as a principal curtailment

Additionally, Freddie Mac is separating gift of equity and gift funds in Section 5501.4 to distinguish the eligibility and documentation requirements for each source of funds used to qualify the Borrower

Should you have any questions, please reach out to your Account Executive or Client Manager