

TABLE OF CONTENTS

Introduction: Dominated by Bank Portfolios	5
Section 1: Originations and Servicing of Non-Agency Jumbo Mortgages ...	7
Origination Trends	9
Chart: Top Non-Agency Jumbo Mortgage Producers, 6M16.....	10
Jumbos Pad Banks' Portfolio Holdings	11
Portfolio Lending Strategies	11
Chart: Top Bank/Thrift First-Lien Residential Mortgage Portfolios, 2Q16	12
Banks' Demand for Jumbos Expected to Continue.....	15
MPF Direct Program.....	16
Jumbo Servicing Portfolios Increase in 2Q16	17
Chart: Jumbo Mortgage Servicers, 2Q16.....	18
Section 2: The Non-Agency Jumbo MBS Market.....	19
Jumbo MBS Issuance Down Sharply.....	21
Chart: Top Prime Non-Agency MBS Issuers and Underwriters, 2015-16	21
Contributors to Jumbo MBS	22
Chart: Top Originators of Securitized Jumbo Mortgages, 2015-16.....	23
Non-Agency Jumbo MBS Characteristics	23
Chart: Jumbo MBS Characteristics, 2013-16	24
Two Harbors Ends Conduit Operations.....	24
Conduits Closed as MBS Pricing Improved.....	26
Annaly Stops Conduit Operations at Hatteras	27
Jumbo MBS Issuance at WinWater Stops.....	28
Zais Closes Conduit	29
Stronger Demand for Whole Loans at Times.....	29
Push and Pull Among Issuers and Investors	30
Jumbos, GSE-Eligible Loans in MBS from Chase	31
Some Changes in Second MBS from Chase	32

Hurdles for Non-Agency MBS from Banks.....	34
Banks Seen as Key for Non-Agency MBS.....	35
Higher Rates Could Spur MBS Issuance.....	37
TRID Review Standards from SFIG.....	37
MBS Investors Protected from TRID Errors.....	39
MBS Investors Stress Need for Deal Agent	40
Deal Agent Framework	42
Deal Agent Seen as Having Limited Impact.....	43
Input from SEC on Redwood's MBS Shelf	44
Section 3: Non-Agency Jumbo MBS Conduits	47
Overview	49
JPMorgan Chase	49
Redwood Trust	50
Redwood's 'Expanded Prime' Program.....	51
Redwood Denies Report of MBS Suspension	52

Copyright © 2016

Published by Inside Mortgage Finance Publications, Inc.
7910 Woodmont Ave., Suite 1000, Bethesda, MD 20814
(301) 951-1240, www.insidemortgagefinance.com

*Warning! Photocopying of this publication or any of its contents without
written permission in advance is a violation of copyright law and is
punishable by a maximum penalty of \$150,000 per violation. A reward is
offered for information leading to the successful prosecution of illegal photocopy.*