











- The dollar amount of subprime ARM loans that fall within each of the three segments of the ASF Framework as of the latest balance sheet date;
- A description of the nature of loss mitigation activities for subprime ARM loans that fall within each of the three segments of the ASF Framework, including the dollar amounts of refinancings, modifications, and other loss mitigation activities for the quarterly and year-to-date periods; and
- The dollar amount of other assets (including re-possessed real estate) owned by QSPEs that hold subprime ARM loans as of the latest balance sheet, and a description of the change in the amount of those assets for the quarterly and year-to-date periods.
- The total principal amount of beneficial interests issued by QSPEs that hold subprime ARM loans (segregated by third party and retained interests) as of the date of the latest balance sheet, and the impact that loss mitigation efforts have had on the fair value of the registrant's retained interests and other forms of financial support provided by the registrant.

Registrants are encouraged to provide additional quantitative or qualitative disclosures necessary to facilitate a sufficient understanding of the activities of QSPEs that hold subprime ARM loans subject to the ASF Framework. Registrants should also consider including within the disclosures about critical accounting policies under FRR-60, *Cautionary Advice Regarding Disclosure About Critical Accounting Policies*, information about the permitted activities of QSPEs, including the loss mitigation approaches in the ASF Framework.

#### ***Disclosures in the Notes to the Financial Statements***

In order to meet the disclosure requirements of APB Opinion No. 22, *Disclosure of Accounting Policies*, the SEC staff generally expects that a registrant's disclosure of its accounting policies would include a discussion of the permitted activities of off-balance sheet QSPEs, including the ability of the servicer to modify subprime mortgages when default is "reasonably foreseeable," and the adoption of the specific screening criteria in Segment 2 of the ASF Framework for purposes of determining the subprime ARM loans that are "reasonably foreseeable" of default.