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# NewsRelease

For Immediate Release:

## Cadwalader Advises PennyMac Financial Services on Financing of Ginnie Mae Mortgage Servicing Rights and Related Private Offering of Secured Term Notes

**New York, NY, April 5, 2017**, Cadwalader advised PennyMac Financial Services, Inc. (the “Company”), through three of its subsidiaries, PennyMac Loan Services, LLC (“PLS”), Private National Mortgage Acceptance Company, LLC (“PNMAC”), and a newly formed special purpose entity, PNMAC GMSR ISSUER TRUST (“Issuer Trust”), on a novel capital markets finance transaction that allows PLS to finance its Ginnie Mae mortgage servicing rights (“MSRs”) and excess servicing spread relating to such MSRs (“ESS”) (the “GNMA MSR Facility”) through the private offering of secured term notes in an aggregate principal amount of \$400 million (the “Notes”) by the Issuer Trust.

The GNMA MSR Facility utilizes a novel structured finance-inspired transaction structure that provides the Company with enhanced access to capital and liquidity, sets a precedent for other Ginnie Mae servicers to similarly finance their Ginnie Mae MSRs, and creates a new market for the sales and trading of securities backed by Ginnie Mae MSRs.

PennyMac Financial Services, Inc. is a specialty financial services firm with a comprehensive mortgage platform and integrated business focused on the production and servicing of U.S. mortgage loans and the management of investments related to the U.S. mortgage market. PennyMac Financial Services, Inc. trades on the New York Stock Exchange under the symbol “PFSI.”

The Cadwalader team was led by Capital Markets partner Chris Gavin, special counsels Michael McCormack and David Ridenour, and associates Michelle Abad and Ryan Brown, with the

assistance of Tax partner Gary Silverstein and associate James Saeli, and Bankruptcy partner Mark Ellenberg and associate Kathryn Borgeson.

**About Cadwalader, Wickersham & Taft LLP**

Cadwalader, Wickersham & Taft LLP, established in 1792, serves a diverse client base, including many of the world's leading financial institutions and corporations in more than 50 countries. With offices in the US and Europe, Cadwalader offers legal expertise in antitrust, banking, corporate finance, corporate governance, energy, environmental, executive compensation, financial restructuring, health care, intellectual property, litigation, mergers and acquisitions, private equity, private wealth, real estate, regulation, securitization, structured finance, tax and white collar defense. For more information, visit [www.cadwalader.com](http://www.cadwalader.com).