

**DATE:** September 11, 2007

**SUBJECT:** Statement on Loss Mitigation Strategies for Servicers of Residential Mortgages

**HIGHLIGHTS:** The Federal Reserve along with the other federal financial agencies and Conference of State Bank Supervisors (CSBS) issued the attached statement to encourage regulated institutions and state supervised entities that service residential mortgages (servicers) to pursue strategies to mitigate losses while preserving homeownership to the extent possible and appropriate. The statement addresses the special issues of servicers of securitized mortgage loans that were not addressed in other recent interagency statements on residential mortgage lending.

**DOCUMENT**

**LOCATION:** <http://www.federalreserve.gov/boarddocs/srletters/2007/SR0716.htm>

**FURTHER  
INFORMATION:**

Timothy A. Bosch, Vice President  
Banking Supervision and Regulation Department  
(314) 444-8440, or 1-800-333-0810, ext. 448440