

To: Industry and Interested Persons

From: NAIC, Structured Securities Group

Re: Macroeconomic Scenarios and Probability Weightings to be used for the Year-End 2021 Annual Surveillance of Insurer Owned RMBS and CMBS

Date: 11/1/2021

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This document contains the macroeconomic scenarios and probability weightings that the NAIC Structured Securities Group (SSG) will use in the 2021 Annual Surveillance of insurer owned RMBS/CMBS.

BlackRock Solutions will model the securities under four scenarios: Optimistic, Baseline, Conservative, and Most Conservative, with applicable weightings. The final losses will be a probability-weighted average of valuations across all scenarios. The descriptions of these scenarios and weightings are summarized in the tables and charts in **Appendix - A** for RMBS and **Appendix - B** for CMBS.

Please note that year-end 2021 RMBS surveillance will be performed under the Through-the-Cycle macroeconomic scenarios. Previously presented [RMBS Through-the-Cycle Macroeconomic Scenarios slides](#) describe the detailed methodology and data used to derive the scenarios.

Please visit the [Structured Securities Reporting webpage](#) for additional information including relevant financial modeling methodologies, timeline for 2021 surveillance, reporting instructions, and RMBS/CMBS security listing. For questions pertaining to analytical methodologies, analytics, and financially modeled RMBS and CMBS list, please direct your inquiries to the Structured Securities Group at 212-398-9000 or [SSGinquirydesk@naic.org](mailto:SSGinquirydesk@naic.org).

To obtain details for billing and the instructions for the Automated Valuation Service+ ([AVS+](#)) system including when initial invoices will be sent, how to access the Structured Securities portfolios, and how to purchase modeled results, please contact us at 816-783-8300 or [securitiessupport@naic.org](mailto:securitiessupport@naic.org).

## Appendix - A


