

Requirements for Securitization (without MERS) of Fannie Mae Loans, per Fannie Mae Documents

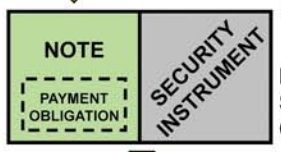
BORROWER
John Doe
(signed at closing)



SIGNED SECURITY INSTRUMENT RECORDED



ORIGINATOR
Countrywide Home Loans

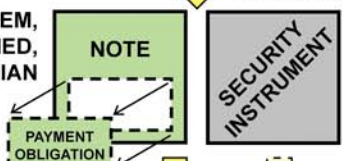


INTANGIBLE SECURITY OBLIGATION

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TANGIBLE/INTAGIBLE BIFURCATION

PAPER NOTE IS SCANNED INTO SYSTEM, STAMPED WITH A PAYEE UNNAMED, THEN DELIVERED TO CUSTODIAN



NO LONGER SECURED TO TANGIBLE NOTE

INTANGIBLE PAYMENT OBLIGATION IS STRIPPED AND TRANSFERRED ELECTRONICALLY
TANGIBLE PAPER NOTE IS NO LONGER ELIGIBLE FOR NEGOTIATION
PURSUANT TO JURISDICTIONAL STATUTES

Federal National Mortgage Association AKA Fannie Mae



AN ASSIGNMENT LISTING FANNIE MAE AS ASSIGNEE IS CREATED IN RECORDABLE FORM, BUT *NOT* ACTUALLY RECORDED



-- AS DESCRIBED IN SECTION 8.2 "ASSIGNMENT OF MORTGAGE" IN "FANNIE MAE REQUIREMENTS FOR CUSTODIANS", text below:

"The Assignment is in recordable form, but is not recorded. (Recordable form is generally whatever form the local recorder's office requires and virtually all require that the form be notarized.)"

A SECOND INTANGIBLE OBLIGATION IS CREATED BY FANNIE MAE



Therefore, while the Security Instrument is *PURPORTED* to have been Assigned to Fannie Mae, such Assignment was not Assigned of Record.

If the Assignment *HAD* been filed of Record, then Fannie Mae could have been a party identified to allow for lien perfection.

INTANGIBLE PAYMENT OBLIGATION IS PLEDGED AS COLLATERAL

SECURED BY INTANGIBLE PAYMENT STREAM

FANNIE MAE TRUST



As the Security Instrument cannot be separated from the Note, any negotiation of the Note would require an Assignment of the Security Instrument from the Original Lender to the subsequent owner of the Note. Therefore, any sale or transfer of ownership of the Note without effectively assigning the Security Instrument would render the sale as selling an unsecured obligation.

CUSTODIAN OF DOCUMENTS
Countrywide Bank

