



## Products & Services Update

May 21, 2019

**TO: All Members**

**SUBJECT: MBA Article on FHLBank System eNotes Collaboration**

The Mortgage Bankers Association (MBA) recently published an [article](#) about the FHLBank System's work toward the acceptance of eNotes (loans with notes that are electronically created, signed and maintained in an electronic vault) as eligible collateral. Electronic signatures and notes are increasingly important considerations for our members, and we will continue to share regular updates on our eNotes initiative.

Members can view a five-minute [eNotes video](#) to learn more about how eNotes differ from other electronic documents. We also want to remind members that, in order for loan collateral to be eligible, FHLBank Pittsburgh currently requires you to:

1. Obtain paper notes with "wet ink" signatures,
2. Retain the paper notes in original form, and
3. Be able to provide the original note to FHLBank, upon request.

Loans that do not meet all of these requirements must be excluded when submitting your Qualifying Collateral Report or loan listings. Your institution's borrowing capacity will be reduced should such loans be identified during the on-site collateral verification review process.

Please contact your Business Development Manager if you have questions about your loan collateral or its eligibility.