

# Notes

**(Homeowner)**

**Paper Promissory Note**  
**(Non-Negotiable Instrument)**  
**(Tangible) (Legal under ESIGN) (Legal Under UCC)**

Original Paper Promissory Note signed by the homeowner, vaulted and never negotiated.

**Paper Promissory Note**  
**(Negotiable Instrument)**  
**(Tangible) (Legal under ESIGN) (Legal Under UCC)**

Original Paper Promissory Note signed by the homeowner and negotiated to a 3<sup>rd</sup> party under Uniform Commercial Code.

**Electronic Promissory Note**  
**(E-Note)**

**(Non-Negotiable Instrument)**  
**(Not-Legal under UCC)**  
**(Non-Tangible) (15 USC 7003)**

Original Electronic Promissory Note electronically signed, electronically vaulted and never negotiated.

**Scan of Paper Promissory Note**  
**(Alleged E-Note)**

**(Non-Negotiable Instrument)**  
**(Not-Legal under UCC)**  
**(Non-Tangible) (15 USC 7003)**

The Original Paper Promissory Note signed by the homeowner, scanned, vaulted and converted to an electronic promissory note that is never negotiated.

**Negotiation of Electronic Promissory Note**

**(Non-Negotiable Instrument)**  
**(Not-Legal under UCC)**  
**(Non-Tangible) (15 USC 7003)**

Electronic Promissory Note electronically signed by the homeowner negotiated to Investment Trust or Fannie Mae/Freddie Mac.

**Negotiation of Scanned Electronic Promissory Note**

**(Non-Negotiable Instrument)**  
**(Not-Legal under UCC)**  
**(Non-Tangible) (15 USC 7003)**

Scanned Electronic Promissory Note negotiated to Investment Trust or Fannie Mae/Freddie Mac.

**(Student E-Notes Not Addressed)**