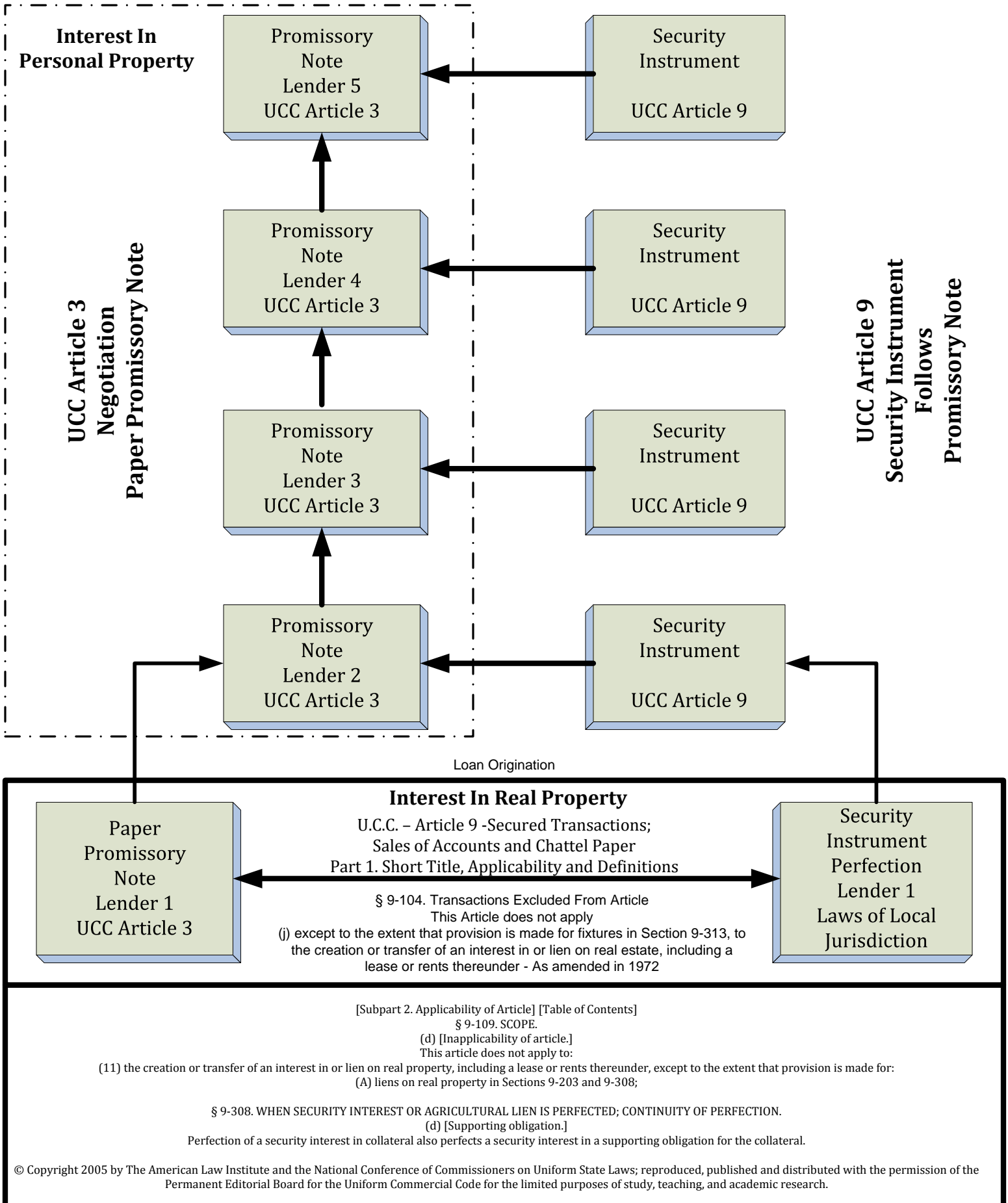
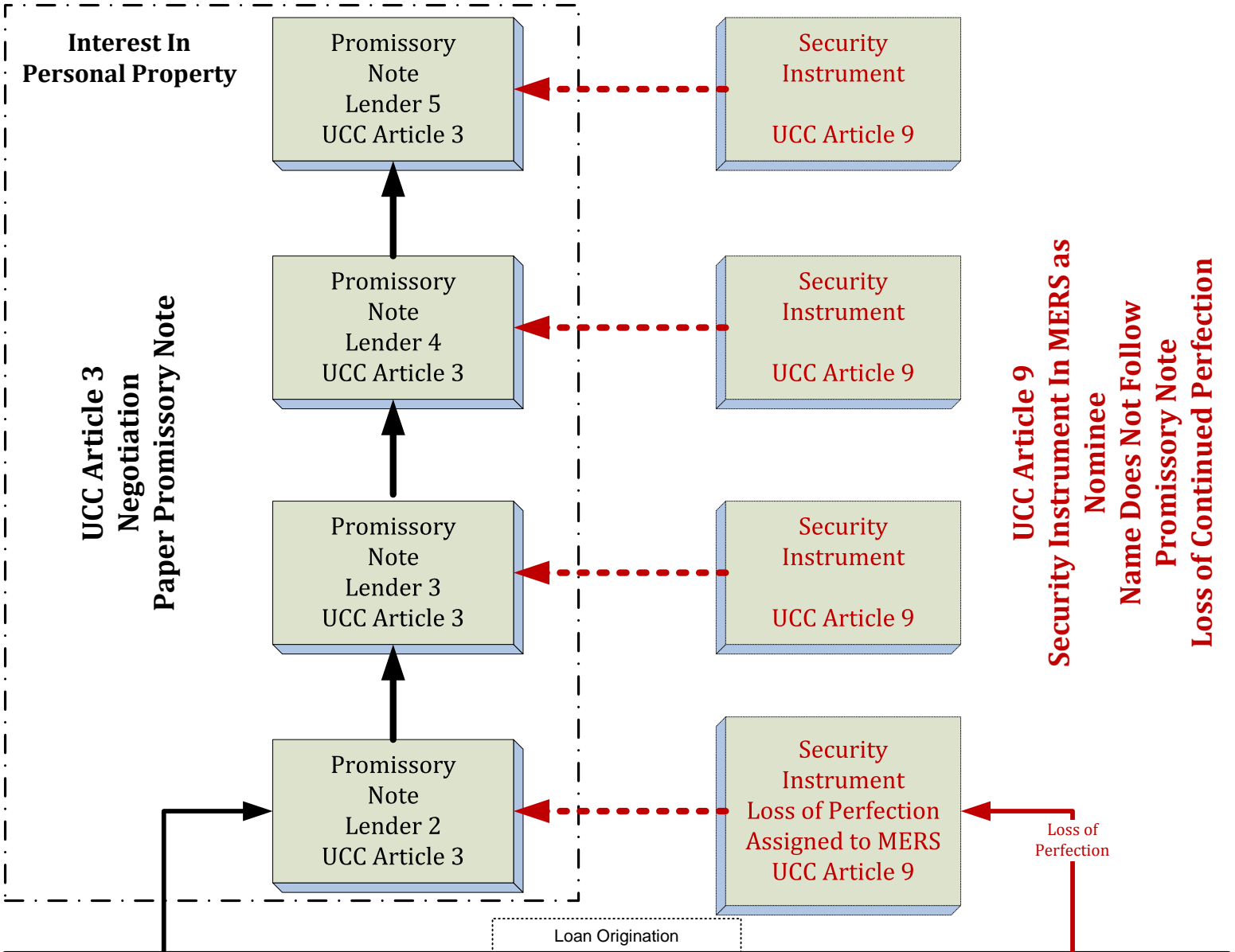


Perfected Security Instrument Follows The Paper Negotiated Promissory Note The Uniform Commercial Code Theory



Assigned – Loss of Perfected Security Instrument Does Not Follow The Paper Negotiated Promissory Note



UCC Article 3
Negotiation
Paper Promissory Note

UCC Article 9
Security Instrument In MERS as
Nominee
Name Does Not Follow
Promissory Note
Loss of Continued Perfection

Loan Origination

Interest In Real Property

U.C.C. – Article 9 -Secured Transactions;
Sales of Accounts and Chattel Paper
Part 1. Short Title, Applicability and Definitions

§ 9-104. Transactions Excluded From Article
This Article does not apply
(j) except to the extent that provision is made for fixtures in Section 9-313, to
the creation or transfer of an interest in or lien on real estate, including a
lease or rents thereunder - As amended in 1972

Paper Promissory Note
Lender 1
UCC Article 3

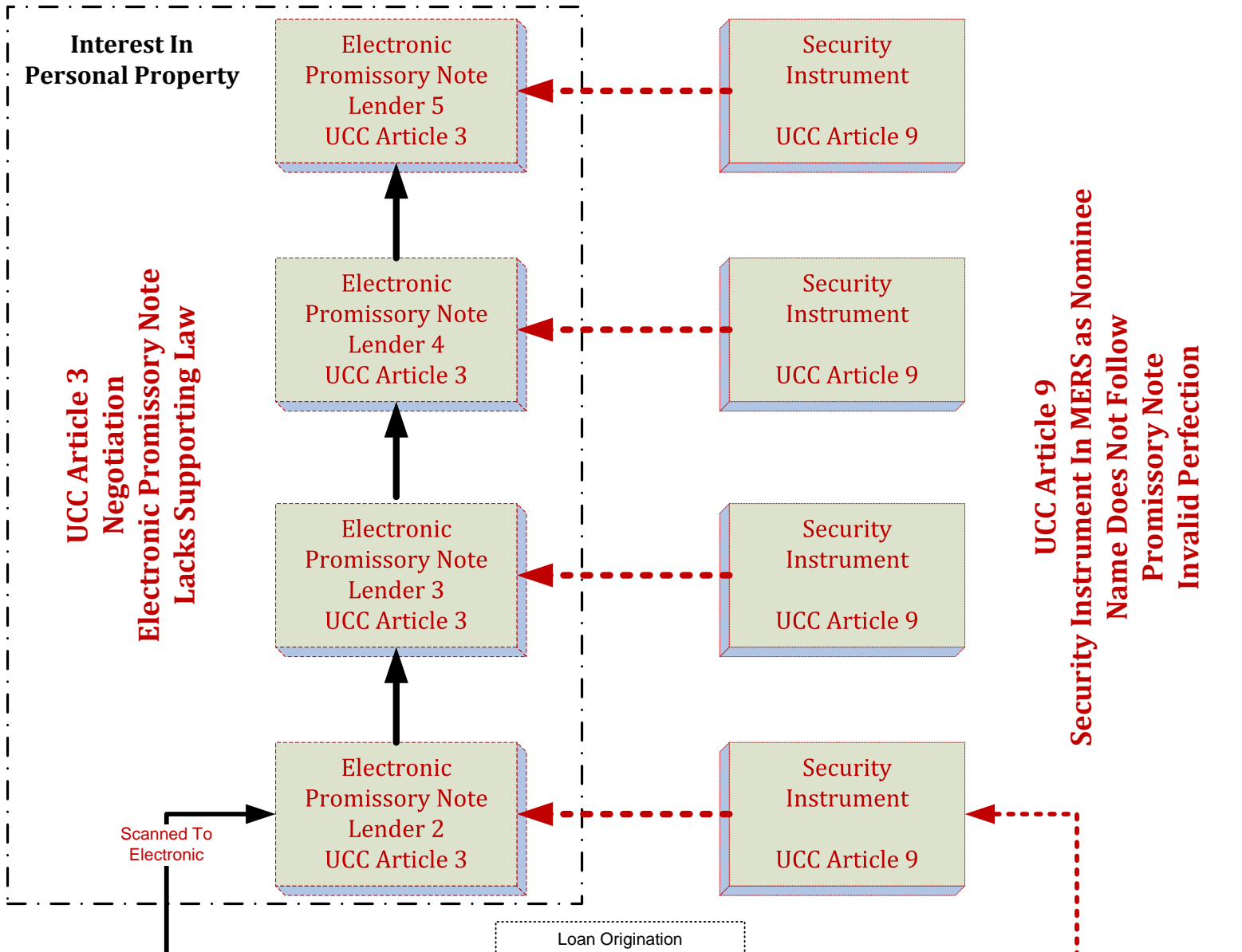
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Security Instrument Perfected
Lender 1
Laws of Local Jurisdiction

[Subpart 2. Applicability of Article] [Table of Contents]
§ 9-109. SCOPE.
(d) [Inapplicability of article.]
This article does not apply to:
(11) the creation or transfer of an interest in or lien on real property, including a lease or rents thereunder, except to the extent that provision is made for:
(A) liens on real property in Sections 9-203 and 9-308;

§ 9-308. WHEN SECURITY INTEREST OR AGRICULTURAL LIEN IS PERFECTED; CONTINUITY OF PERFECTION.
(d) [Supporting obligation.]
Perfection of a security interest in collateral also perfects a security interest in a supporting obligation for the collateral.

Non-Perfected Security Instrument Does Not Follow The Electronic Negotiated Promissory Note



Interest In Real Property

U.C.C. – Article 9 -Secured Transactions;
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Paper Promissory Note Lender 1 UCC Article 3 ↔ **Security Instrument Non-Perfected MERS Laws of Local Jurisdiction**

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