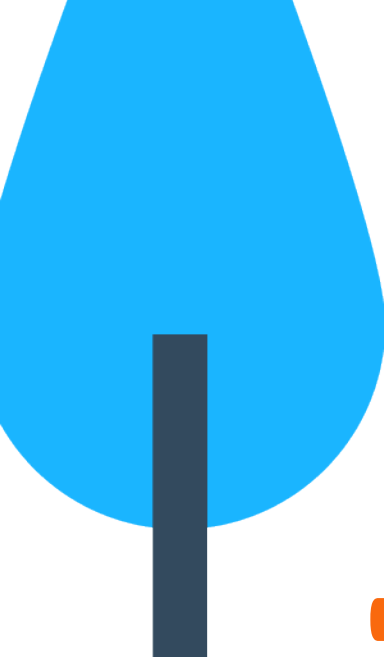
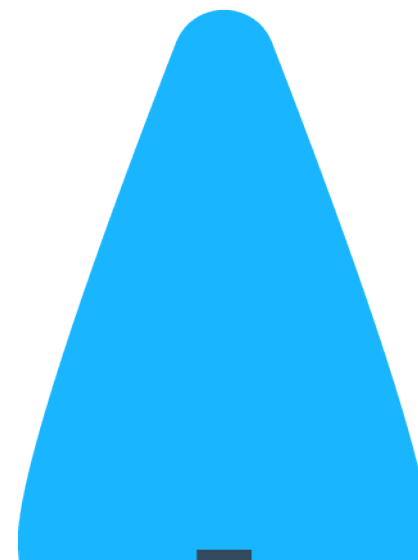




The Road to eNotes



We know Members have
been talking about the
convenience of using
eNotes for a long time.



And FHLBank Topeka
has been listening.



Although the road to eNotes acceptance is a winding one, we're navigating all of the curves.



And our destination—
accepting residential
mortgage eNotes
as collateral—
is in sight!



**We know
eNotes offer
many benefits to
both Members
and borrowers:**

**Reduced shipping &
storage fees**

Fewer errors

Improved audit trail

**Borrowers can review loan
documents prior to closing
at their convenience**

**Flexible location
for closing**

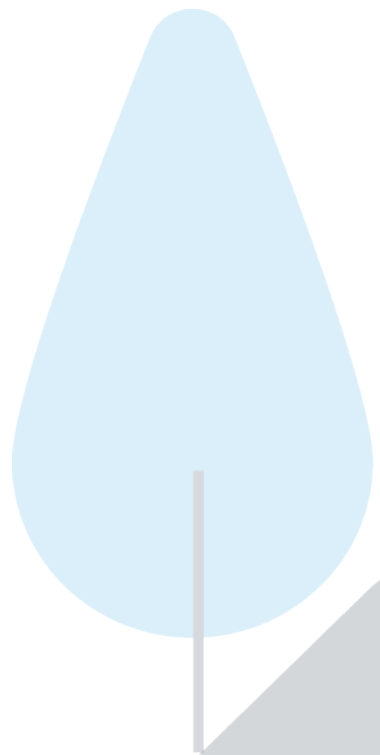
Faster funding

Less paper waste

**Elimination of
lost notes**

**Increased
collateral control**

**Faster & easier
signing process**



The FHLBank System has already started the journey toward accepting eNotes for residential mortgage collateral, and we're proud to have hit several mile markers.



**Researched
Thoroughly**

**Engaged with
Subject Matter
Experts**

**Completed Key
Action Steps**

Researched Thoroughly



**Attended demonstrations
of eNotes and eVaults**



Researched Thoroughly

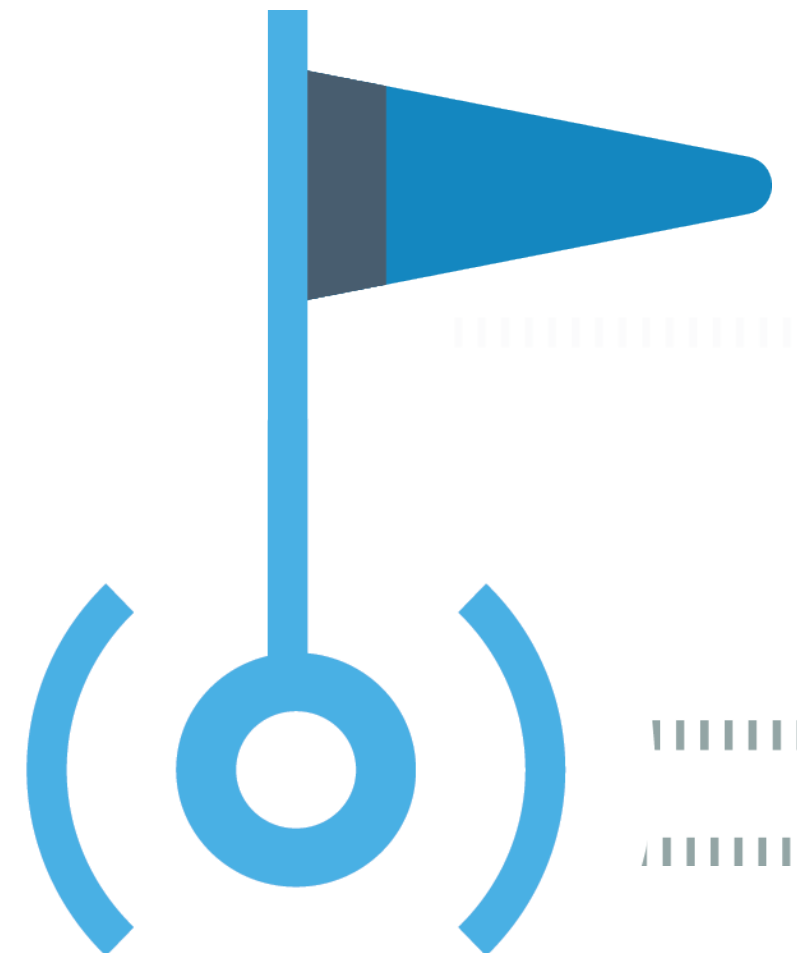


**Attended MISMO® events
and worked with industry
professionals to better
understand best practices
and standards**

MISMO is the standards development body for the mortgage industry. MISMO stands for Mortgage Industry Standards Maintenance Organization.

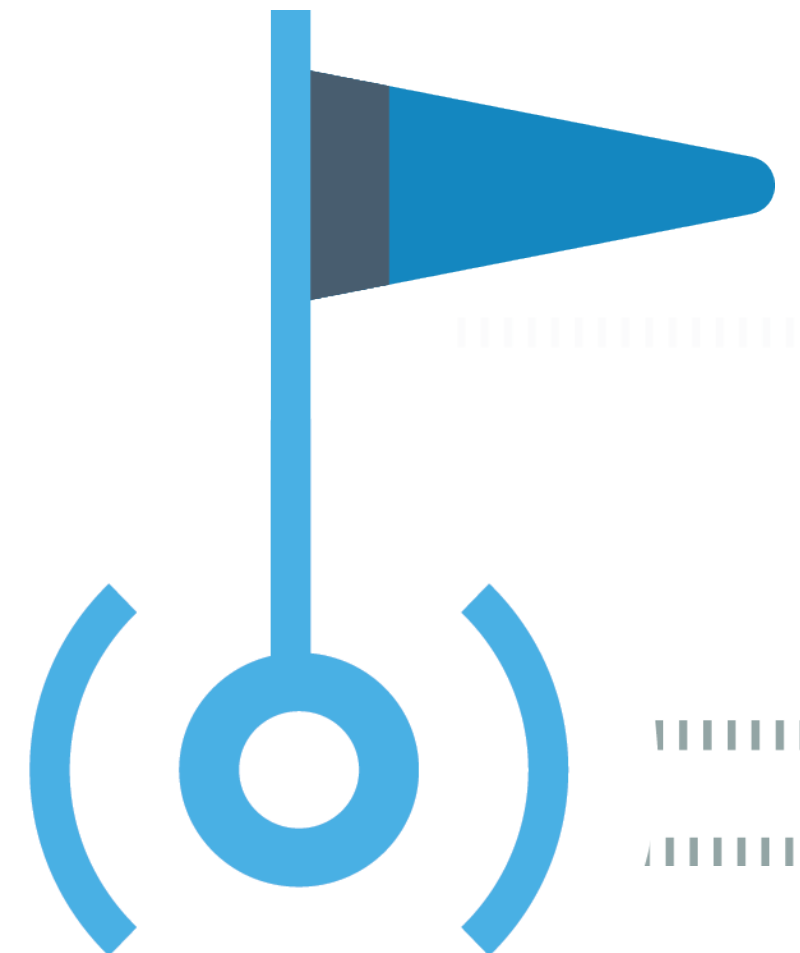
Engaged with Subject Matter Experts

**Met with industry participants
who are originating, selling and
buying eNotes**



**Engaged with Subject
Matter Experts**

**Engaged the services of a
professional to help Banks
bridge the requirements with
regulations**



Engaged with Subject Matter Experts

Provided stakeholder feedback to MERS® as part of its development of the Secured Party field to ensure the FHLBs' interest in eNotes is reflected on the MERS eRegistry



Completed Key Action Steps

**Formed working groups
consisting of all 11 FHLBanks
(the System) to evaluate
eNotes as eligible collateral**



Completed Key Action Steps

**Formed a System legal
group to review agreements
and requirements**



Completed Key Action Steps

**Developed a governance
committee and charter**



Completed Key Action Steps

Developed a strategic
roadmap and
implementation plan



An illustration of a gas station scene. On the left, a gas pump with an orange top and grey body has three blue nozzles hanging from it. A grey fuel hose is connected to the pump and leads to a dark blue car on the right. The car has light blue windows and a small orange light on its front. In the background, there are stylized grey and orange trees. The number '5' is displayed in a white circle on the orange top of the pump.

5

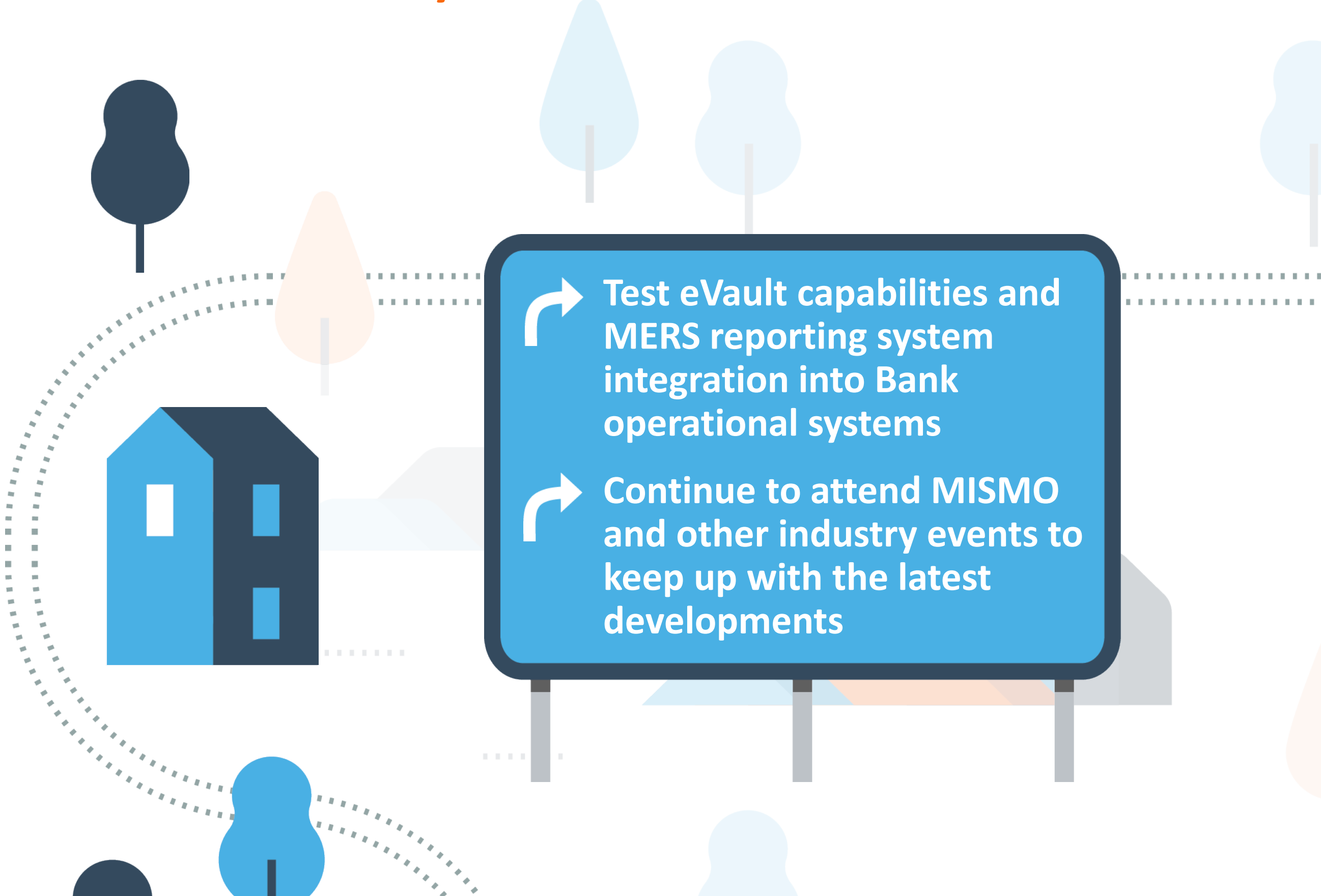
We're proud of how far we've come—and we're refueling for what lies ahead:

Planned Destinations on Our eNote Journey:

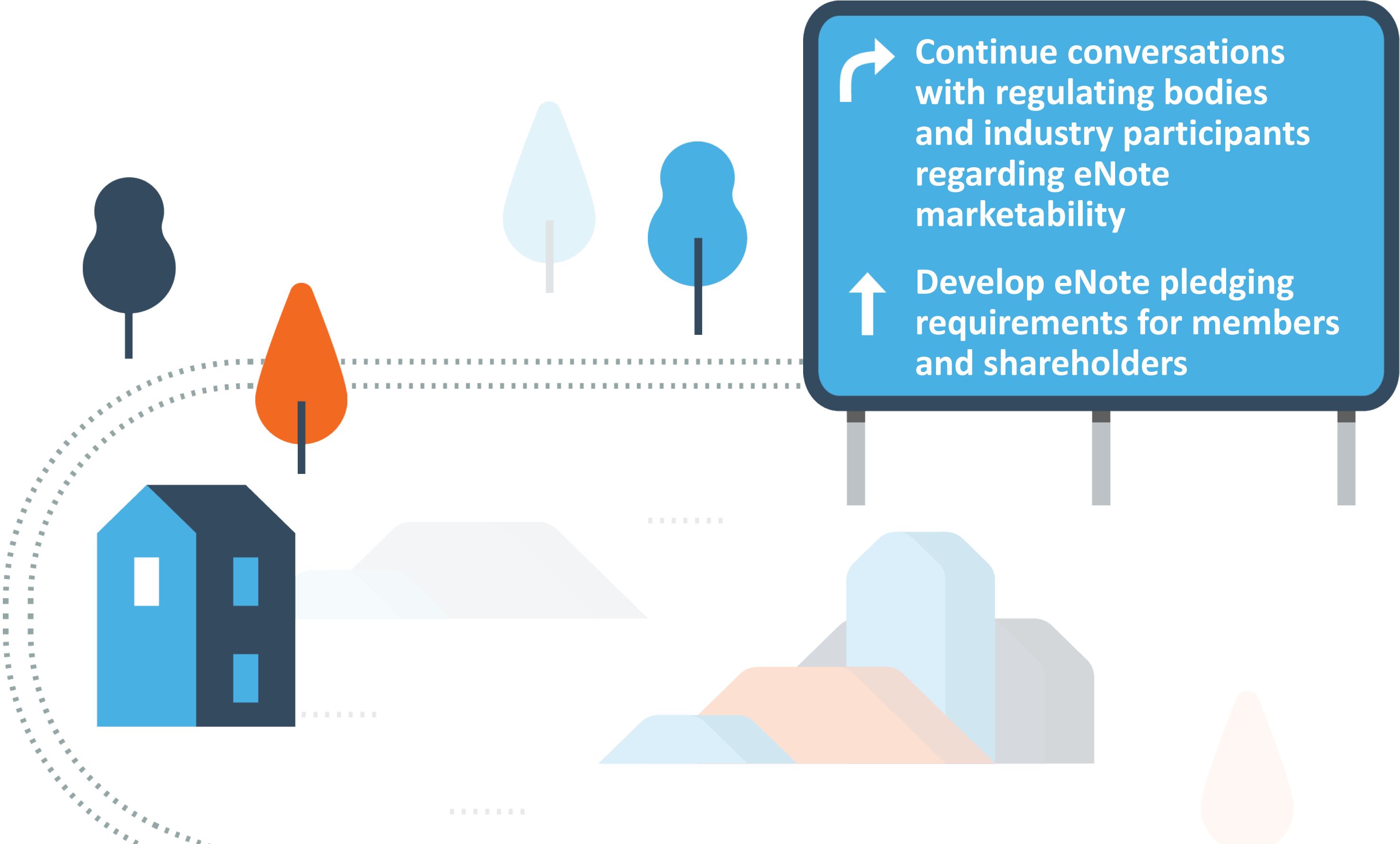
- 
- ↑ Implement a strategic roadmap
 - ↑ Create RFP to send to eVault vendors
 - ↩ Review and update agreements with vendors, Members & shareholders



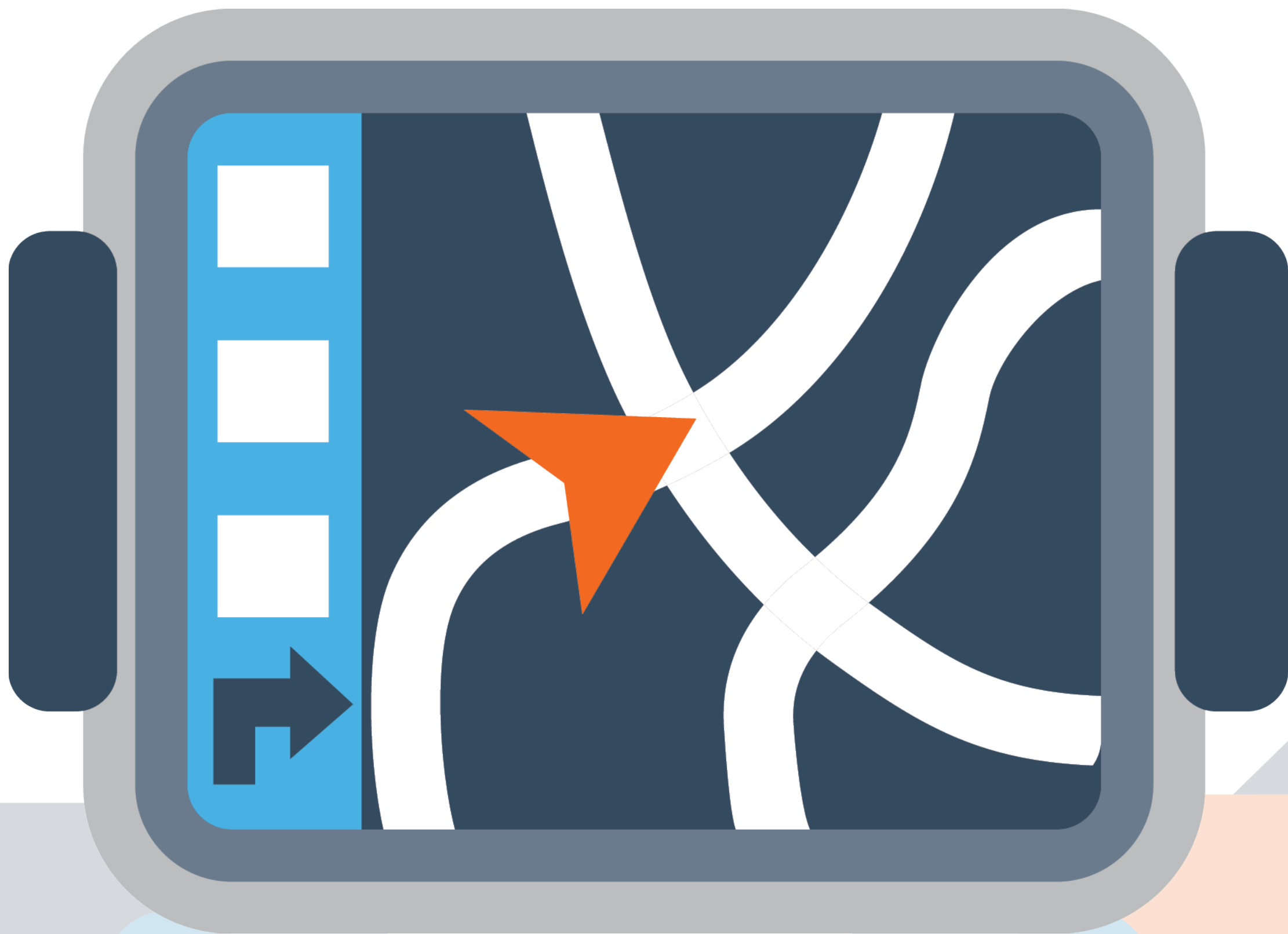
Planned Destinations on Our eNote Journey:

- 
- Test eVault capabilities and MERS reporting system integration into Bank operational systems
 - Continue to attend MISMO and other industry events to keep up with the latest developments

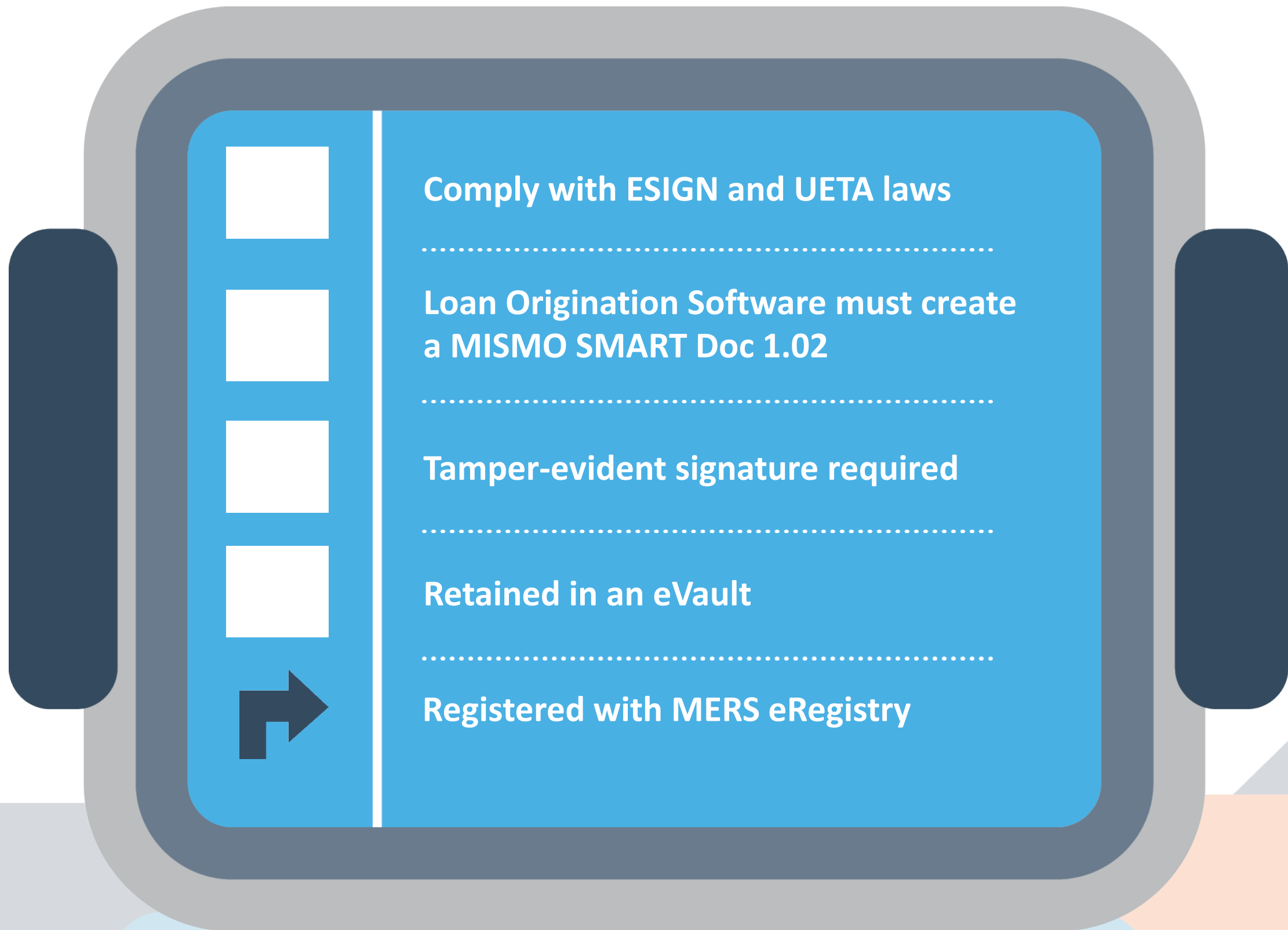
**Planned Destinations
on Our eNote Journey:**



Until we reach our final destination, you can help ensure your eNotes are on the right path.

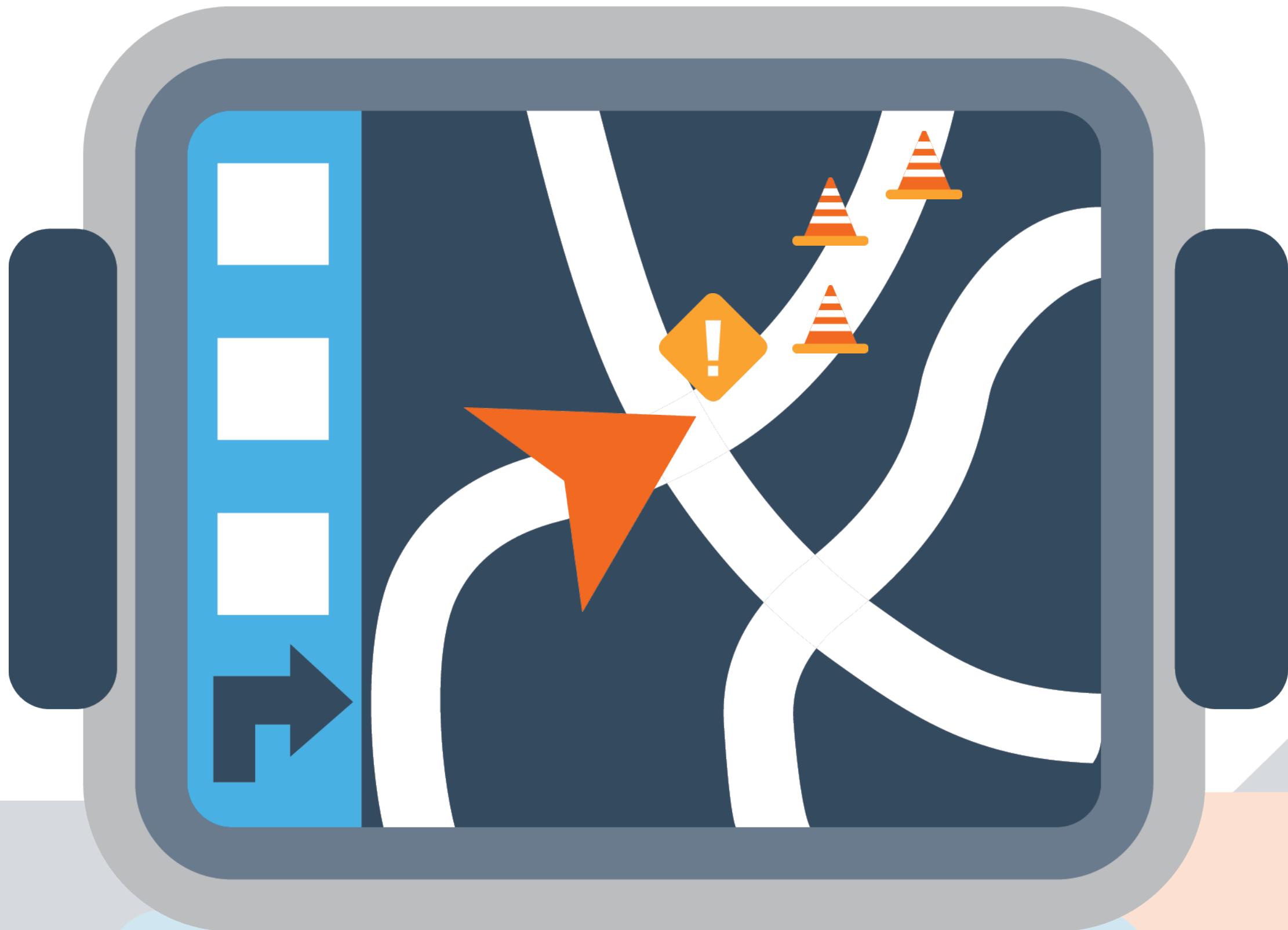


Follow these directions for eNote eligibility:

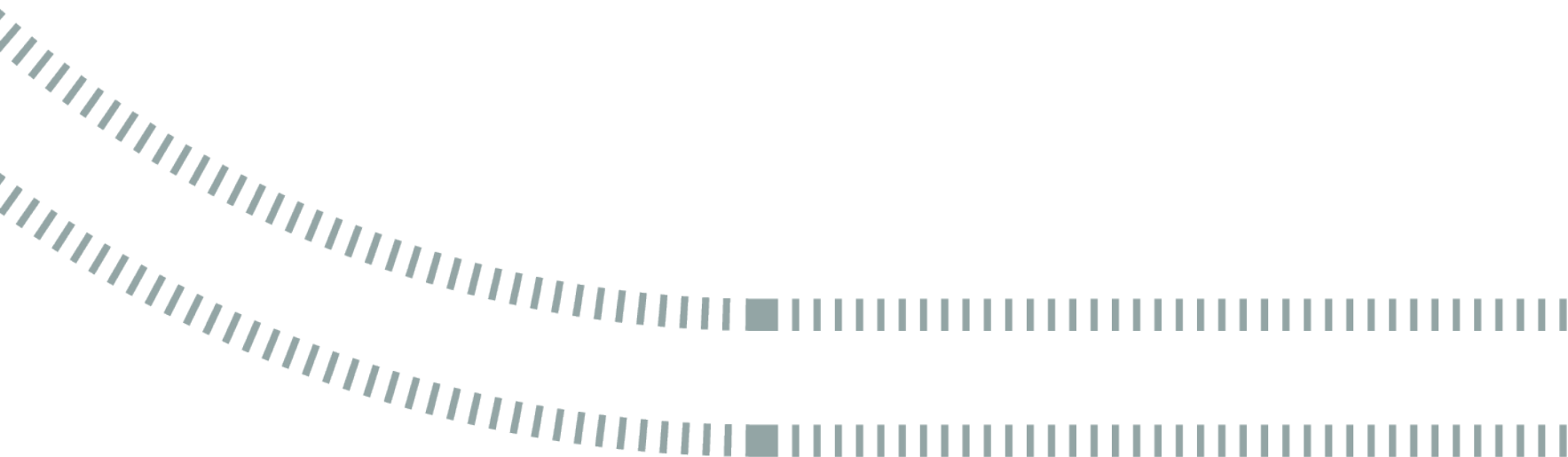


☐	Comply with ESIGN and UETA laws
☐	Loan Origination Software must create a MISMO SMART Doc 1.02
☐	Tamper-evident signature required
☐	Retained in an eVault
	Registered with MERS eRegistry

**The System and FHLBank Topeka are still
constructing full eligibility guidelines**



Are we there yet?



**eNote acceptance
is on the horizon!**



Stay tuned!

Look for more updates, including a target launch date, as we keep moving toward the next mile markers. Until then—join us for the ride! Contact us for any questions you have about eNotes.



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