



Fannie Mae®

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# Multifamily Selling and Servicing Guide

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## 204.04 Restrictions on Issuer Collateral

### Requirements

You must ensure that the Issuer does not collateralize the Letter of Credit with a lien on

- the Property, or
- any personal property that secures the Mortgage Loan.



# Glossary

## I

Issuer	Entity that: <ul style="list-style-type: none"><li>• issues Bonds for a Credit Enhancement Mortgage Loan;</li><li>• packages mortgages for sale as a Security for an MBS; or</li><li>• issues a Letter of Credit.</li></ul> <p><b>Synonyms</b></p> <ul style="list-style-type: none"><li>• Issuers</li></ul>
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## L

Letter of Credit	Letter of Credit approved by Fannie Mae per <a href="#">Part I, Chapter 2: Mortgage Loan, Section 204: Letters of Credit</a> .
	<p><b>Synonyms</b></p> <ul style="list-style-type: none"><li>• Letters of Credit</li><li>• Letter of Credit's</li><li>• LOC</li><li>• LOCs</li></ul>

## M

Mortgage Loan	Mortgage debt obligation evidenced, or when made will be evidenced, by <ul style="list-style-type: none"><li>• the Loan Documents, or</li><li>• a mortgage debt obligation with a Fannie Mae credit enhancement.</li></ul> <p><b>Synonyms</b></p> <ul style="list-style-type: none"><li>• Mortgage Loans</li><li>• Mortgage Loan's</li></ul>
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## P



## Property

Multifamily residential real estate securing the Mortgage Loan, including the

- fee simple or Leasehold interest,
- Improvements, and
- personal property (per the Uniform Commercial Code).

### **Synonyms**

- Properties
- Property's