

Guideline for filing Mortgage Referenced Securities

Following the adopted recommendations of the Invested Assets (E) Working Group that insurers file Freddie Mac's Structured Agency Credit Risk (STACR) transaction with the NAIC Structured Securities Group (SSG); that the SSG generate an NAIC designation using financial modeling and for the security to be accounted for pursuant to *Statement of Statutory Accounting Principles (SSAP) No. 26—Bonds, Excluding Loan-Backed and Structured Securities*. Adopted definitions for “mortgage-referenced security” and for “structured note.” Mortgage-referenced securities are not eligible for filing exemption effective with the Dec. 31, 2013, publication of the *Purposes and Procedures Manual of the NAIC Securities Valuation Office*.

Creating Initial Filings/ Annual Updates

The filer can file with the NAIC's Structured Securities Group online via the ISIS web site - <https://isis.naic.org>. This guideline is to be used with the *How To File Securities With The SVO* manual.

When Creating an Initial Filing ATF for Mortgage Referenced Securities, filers must first select the Structured Securities option from the Department and then the Residential Mortgage Backed Security option for Security Type, example below.

The screenshot displays the 'New Security Filing' page on the NAIC ISIS system. At the top, there is a navigation bar with links for Home, Search, Filing, External, and User Info. Below the header, the title 'New Security Filing' is prominently displayed. A instruction reads: 'Please select the desired Department and Security Type from the lists below and click "Next" to continue.' The interface is divided into two columns: 'Department' and 'Security Type'. Under 'Department', the following options are listed with radio buttons: Corporate, Municipal Bond, Federal Government, Structured Securities (which is selected), and Sovereign and Supranational. Under 'Security Type', the following options are listed with radio buttons: Credit Tenant Loan, Real Estate Investment Trust, Collateralized Mortgage Obligation, Government Agency Collateralized Mortgage Obligation, Asset Backed Security, Collateralized Bond Obligation, Collateralized Loan Obligation, Commercial Mortgage Backed Security, Residential Mortgage Backed Security (which is selected), Equity Linked, Insurance Linked or Catastrophe Linked Security, Replication (Synthetic Asset) Transaction, and Military Housing Bonds. At the bottom left of the form area, there are two yellow circular buttons labeled 'back' and 'next'.

When creating an Annual Update ATF for an existing VOS security, the Department will be imported from the VOS database and will display with the Annual Update, Appeal, and Material Change/Additional information option.

The Annual Update ATF page displays the designated SVO Analyst along with a list of imported values from the VOS database including Group Code and Department. The filer will be required to populate the fields on the screens to complete the submission.

Completing the process

At the end of any filing process, a link with an ATF number will be displayed. This number is a unique identifier assigned to all completed submissions. The ATF form, consisting of a cover page and Additional Information Check List, can be retrieved by right clicking. Use a word processor to open the ATF form.

The ATF Cover page will contain Department and Security Type along with filer contact information. The ATF number, along with a bar code and bar code number, will appear in the upper right section. The remaining content on the cover page will consist of security-related information including some of the fields populated on the online screens.

For further reference please see the Purposes and Procedures manual:

- General Reporting Framework (Part two – section 2)
- The Mechanics of Reporting With the SVO (Part two – section 6)
- Structured Securities or Transactions (Part three – section 3)

Contact for assistance with ISIS – related Matters

NAIC Help Desk (816) 783-8500 or help@naic.org

Contact for inquiries about Mortgage Referenced Securities

Structured Securities Group (212) 398-9000 or ssginquirydesk@naic.org