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This document was prepared by:

EDGEBROOK BANK
6000 W TOUHY AVE
CHICAGO, IL 60646



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Cook County Recorder of Deeds
Date: 03/29/2006 01:32 PM Pg: 1 of 11

Lawyers Unit #05694 Case# 06-07301 (3 of 3)

State of Illinois

Space Above This Line For Recording Data

MORTGAGE

(With Future Advance Clause)

1. DATE AND PARTIES. The date of this Mortgage (Security Instrument) is MARCH 09, 2006

The parties and their addresses are:

MORTGAGOR: PAMELA ARACIOLA AND JOHN CONWAY NOT AS JOINT TENANTS, OR AS TENANTS IN COMMON, BUT AS TENANTS BY THE ENTIRETY.

LENDER: EDGEBROOK BANK
6000 W TOUHY AVE
CHICAGO, IL 60646

2. CONVEYANCE. For good and valuable consideration, the receipt and sufficiency of which is acknowledged, and to secure the Secured Debt (defined below) and Mortgagor's performance under this Security Instrument, Mortgagor grants, bargains, sells, conveys, mortgages and warrants to Lender the following described property:

LOT 292 IN SCHORSCH VILLA SIXTH ADDITION, BEING A RESUBDIVISION IN THE SOUTHWEST 1/4 OF THE SOUTHWEST 1/4 OF SECTION 19, TOWNSHIP 40 NORTH, R 13, EAST OF THE THIRD PRINCIPAL MERIDIAN, ACCORDING TO THE PLAT THEREO RECORDED DECEMBER 2, 1941 AS DOCUMENT 12803539, IN COOK COUNTY, ILLINOIS 13-19-334-044
3241 NORTH NEWCASTLE CHICAGO, ILLINOIS 60634

The property is located in COOK (County) at 3241 NORTH NEWCASTLE (Address), CHICAGO (City), Illinois 60634 (ZIP Code)

Together with all rights, easements, appurtenances, royalties, mineral rights, oil and gas rights, all water and riparian rights, ditches, and water stock and all existing and future improvements, structures, fixtures, and replacements that may now, or at any time in the future, be part of the real estate described above (all referred to as "Property").

3. SECURED DEBT AND FUTURE ADVANCES. The term "Secured Debt" is defined as follows:

A. Debt incurred under the terms of all promissory note(s), contract(s), guaranty(ies) or other evidence of debt described below and all their extensions, renewals, modifications or substitutions. (You must specifically identify the debt(s) secured and include the final maturity date of such debt(s))

Note Dated MARCH 09, 2006 In The Amount Of \$40,000.00
With a Maturity Date Of MARCH 09, 2011
Said Loan In The Name(s) Of JOHN P. CONWAY
And PAMELA J. CONWAY

ILLINOIS - HOME EQUITY LINE OF CREDIT MORTGAGE (NOT FOR FNMA, FHLMC, FHA OR VA USE)

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(page 1 of 6)

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page 2 of 61

Lender or Lender's agents may, at Lender's option, enter the Property at any reasonable time for the purpose of inspecting the Property. Lender shall give Mortgagee notice at the time of or before an inspection specifying a reasonable purpose for the inspection. Any inspection of the Property shall be entirely for Lender's benefit and Mortgagee will in no way rely on Lender's inspection.

Property Condition, Alterations and Inspection. Mortgagee will keep the Property in good condition and make all repairs that are reasonably necessary. Mortgagee shall not commit or allow any waste, impairment, or deterioration of the Property. Mortgagee agrees that the nature of the occupancy and use will not substantially change without Lender's prior written consent. Mortgagee will not permit any change in any license, restrictive covenant or easement without Lender's prior written consent. Mortgagee will notify Lender of all demands, proceedings, claims and actions against Mortgagee, and of any loss or damage to the Property.

Claims Against Title. Mortgagee will pay all taxes, assessments, liens, encumbrances, lease payments, ground rents, utilities, and other charges relating to the Property when due. Lender may require Mortgagee to provide to Lender copies of all notices that such amounts are due and the receipts evidencing Mortgagee's payment. Mortgagee will defend title to the Property against any claims that would impair the lien of this Security Instrument. Mortgagee agrees to assign to Lender, as requested by Lender, any rights, claims or defenses Mortgagee may have against parties who supply labor or materials to maintain or improve the Property.

Prior Security Interests. With regard to any other mortgage, deed of trust, security agreement or other lien document that created a prior security interest or encumbrance on the Property, Mortgagee agrees to make all payments when due and to perform or comply with all covenants. Mortgagee also agrees not to allow any modification or extension of, nor to request any future advances under any note or agreement secured by the lien document, without Lender's prior written approval.

Payments. Mortgagee agrees that all payments under the Secured Debt will be paid when due and in accordance with the terms of the Secured Debt and this Security Instrument.

4. MORTGAGE COVENANTS. Mortgagee agrees that the covenants in this section are material obligations under the Secured Debt and this Security Instrument. If Mortgagee breaches any covenant in this section, Lender may refuse to make additional extensions of credit and reduce the credit limit. By not exercising either remedy on Mortgagee's breach, Lender does not waive Lender's right to later consider the event a breach if it happens again.

In the event that Lender fails to provide any required notice of the right of rescission, Lender waives any subsequent security interest in the Mortgagee's principal dwelling that is created by this Security Instrument.

D. All additional sums advanced and expenses incurred by Lender for insuring, preserving or otherwise protecting the Property and its value and any other sums advanced and expenses incurred by Lender under the terms of this Security Instrument.

C. All other obligations Mortgagee owes to Lender, which may later arise, to the extent not prohibited by law, including, but not limited to, liabilities for overdrafts relating to any deposit account agreement between Mortgagee and Lender.

B. All future advances from Lender to Mortgagee or other future obligations of Mortgagee to Lender under any promissory note, contract, guaranty, or other evidence of debt executed by Mortgagee in favor of Lender after this Security Instrument whether or not this Security Instrument is specifically referenced. If more than one person signs this Security Instrument, each Mortgagee agrees that this Security Instrument will secure all future advances and future obligations that are given to or incurred by any one or more Mortgagee, or any one or more Mortgagee and others. All future advances and other future obligations are secured by this Security Instrument even though all or part may not yet be advanced. All future advances and other future obligations are secured as if made on the date of this Security Instrument. Nothing in this Security Instrument shall constitute a commitment to make additional or future loans or advances in any amount. Any such commitment must be agreed to in a separate writing.

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Property. Any action or inaction occurs that adversely affects the Property or Lender's rights in the Property. This includes, but is not limited to, the following: (a) Mortgagor fails to maintain required insurance on the Property; (b) Mortgagor transfers the Property; (c) Mortgagor commits waste or otherwise destructively uses or fails to maintain the Property such that the action or inaction adversely affects Lender's security; (d) Mortgagor fails to pay taxes on the Property or otherwise fails to act and thereby causes a lien to be filed against the Property that is senior to the lien of this Security Instrument; (e) a sole Mortgagor dies; (f) if more than one Mortgagor, any Mortgagor dies and Lender's security is adversely affected; (g) the Property is taken through eminent domain; (h) a judgment is filed against Mortgagor and subjects Mortgagor and the Property to action that adversely affects Lender's interest; or (i) a prior lienholder forecloses on the Property and as a result, Lender's interest is adversely affected.

Executive Officers. Any Borrower is an executive officer of Lender or an affiliate and such Borrower becomes indebted to Lender or another Lender in an aggregate amount greater than the amount permitted under federal laws and regulations.

7. **REMEDIES ON DEFAULT.** In addition to any other remedy available under the terms of this Security Instrument, Lender may accelerate the Secured Debt and foreclose this Security Instrument in a manner provided by law if Mortgagor is in default. In some instances federal and state law will require Lender to provide Mortgagor with notice of the right to cure, or other notices and may establish time schedules for foreclosure actions. Upon default, Lender shall have the right, without declaring the whole indebtedness due and payable, to foreclose against all or part of the Property. This Security Instrument shall continue as a lien on any part of the Property not sold on foreclosure.

At the option of the Lender, all or any part of the agreed fees and charges, accrued interest and principal shall become immediately due and payable, after giving notice if required by law, upon the occurrence of a default or anytime thereafter. The acceptance by Lender of any sum in payment or partial payment on the Secured Debt after the balance is due or is accelerated or after foreclosure proceedings are filed shall not constitute a waiver of Lender's right to require complete cure of any existing default. By not exercising any remedy on Mortgagor's default, Lender does not waive Lender's right to later consider the event a default if it happens again.

8. **EXPENSES; ADVANCES ON COVENANTS; ATTORNEYS' FEES; COLLECTION COSTS.** If Mortgagor breaches any covenant in this Security Instrument, Mortgagor agrees to pay all expenses Lender incurs in performing such covenants or protecting its security interest in the Property. Such expenses include, but are not limited to, fees incurred for inspecting, preserving, or otherwise protecting the Property and Lender's security interest. These expenses are payable on demand and will bear interest from the date of payment until paid in full at the highest rate of interest in effect as provided in the terms of the Secured Debt. Mortgagor agrees to pay all costs and expenses incurred by Lender in collecting, enforcing or protecting Lender's rights and remedies under this Security Instrument. This amount may include, but is not limited to, attorneys' fees, court costs, and other legal expenses. To the extent permitted by the United States Bankruptcy Code, Mortgagor agrees to pay the reasonable attorneys' fees Lender incurs to collect the Secured Debt as awarded by any court exercising jurisdiction under the Bankruptcy Code. This Security Instrument shall remain in effect until released.

9. **ENVIRONMENTAL LAWS AND HAZARDOUS SUBSTANCES.** As used in this section, (1) Environmental Law means, without limitation, the Comprehensive Environmental Response, Compensation and Liability Act (CERCLA, 42 U.S.C. 9601 et seq.), and all other federal, state and local laws, regulations, ordinances, court orders, attorney general opinions or interpretive letters concerning the public health, safety, welfare, environment or a hazardous substance; and (2) Hazardous Substance means any toxic, radioactive or hazardous material, waste, pollutant or contaminant which has characteristics which render the substance dangerous or potentially dangerous to the public health, safety, welfare or environment. The term includes, without limitation, any substances defined as "hazardous material," "toxic substances," "hazardous waste," "hazardous substance," or "regulated substance" under any Environmental Law.

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(Handwritten initials)
Page 4 of 19

When due.

Payments. Any Consumer Borrower on any Secured Debt that is an open end home equity plan fails to make a payment

is an open end home equity plan.

Fraud. Any Consumer Borrower engages in fraud or material misrepresentation in connection with the Secured Debt that

6. **DEFAULT.** Mortgagor will be in default if any of the following occur:

is subject to the restrictions imposed by federal law (12 C.F.R. 591), as applicable.

5. **DUE ON SALE.** Lender may, at its option, declare the entire balance of the Secured Debt to be immediately due and

payable upon the creation of, or contract for the creation of, a transfer or sale of all or any part of the Property. This right

under this Security Instrument and Lender's lien status on the Property.

Financial Reports and Additional Documents. Mortgagor will provide to Lender upon request, any financial statement

or information Lender may deem reasonably necessary. Mortgagor agrees to sign, deliver, and file any additional

documents or certifications that Lender may consider necessary to perfect, continue, and preserve Mortgagor's obligations

to Lender upon request, and to provide to Lender upon request, any financial statement

or information Lender may deem reasonably necessary. Mortgagor agrees to sign, deliver, and file any additional

documents or certifications that Lender may consider necessary to perfect, continue, and preserve Mortgagor's obligations

to Lender upon request, and to provide to Lender upon request, any financial statement

or information Lender may deem reasonably necessary. Mortgagor agrees to sign, deliver, and file any additional

documents or certifications that Lender may consider necessary to perfect, continue, and preserve Mortgagor's obligations

to Lender upon request, and to provide to Lender upon request, any financial statement

or information Lender may deem reasonably necessary. Mortgagor agrees to sign, deliver, and file any additional

documents or certifications that Lender may consider necessary to perfect, continue, and preserve Mortgagor's obligations

to Lender upon request, and to provide to Lender upon request, any financial statement

or information Lender may deem reasonably necessary. Mortgagor agrees to sign, deliver, and file any additional

documents or certifications that Lender may consider necessary to perfect, continue, and preserve Mortgagor's obligations

to Lender upon request, and to provide to Lender upon request, any financial statement

or information Lender may deem reasonably necessary. Mortgagor agrees to sign, deliver, and file any additional

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15. MAXIMUM OBLIGATION LIMIT. The total principal amount secured by this Security Instrument at any one time shall not exceed \$40,000.00..... This limitation of amount does not include interest, attorneys fees, and other fees and charges validly made pursuant to this Security Instrument. Also, this limitation does not apply to advances made under the terms of this Security Instrument to protect Lender's security and to perform any of the covenants contained in this Security Instrument.

16. LINE OF CREDIT. The Secured Debt includes a revolving line of credit. Although the Secured Debt may be reduced to a zero balance, this Security Instrument will remain in effect until released.

17. APPLICABLE LAW. This Security Instrument is governed by the laws as agreed to in the Secured Debt, except to the extent required by the laws of the jurisdiction where the Property is located, and applicable federal laws and regulations.

18. RIDERS. The covenants and agreements of each of the riders checked below are incorporated into and supplement and amend the terms of this Security Instrument.

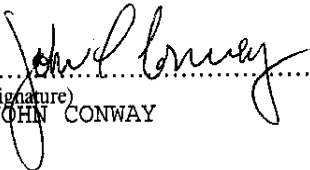
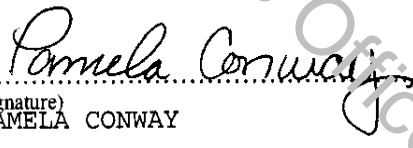
[Check all applicable boxes]

Assignment of Leases and Rents Other

19. ADDITIONAL TERMS.

SIGNATURES: By signing below, Mortgagor agrees to the terms and covenants contained in this Security Instrument and in any attachments. Mortgagor also acknowledges receipt of a copy of this Security Instrument on the date stated on page 1.

If checked, refer to the attached Addendum incorporated herein, for additional Mortgagors, their signatures and acknowledgments.


03/09/06

3/09/06


(Signature) JOHN CONWAY (Date) (Signature) PAMELA CONWAY (Date)

ACKNOWLEDGMENT:

STATE OF ILLINOIS, COUNTY OF COOK } ss.
 This instrument was acknowledged before me this 9 day of MARCH 2006
 by MARC ROSARIO

My commission expires:

(Seal)


 (Notary Public)



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[Handwritten signatures]
(page 5 of 6)

relating to the Property.

14. WAIVERS. Except to the extent prohibited by law, Mortgagor waives all appraisal and homestead exemption rights

Notice to one mortgagor will be deemed to be notice to all mortgagors.

13. NOTICE. Unless otherwise required by law, any notice shall be given by delivering it or by mailing it by first class mail to the appropriate party's address on page 1 of this Security Instrument, or to any other address designated in writing.

12. SEVERABILITY; INTERPRETATION. This Security Instrument is complete and fully integrated. This Security Instrument may not be amended or modified by oral agreement. Any section in this Security Instrument, attachments, or any agreement related to the Secured Debt that conflicts with applicable law will not be effective, unless that law expressly or impliedly permits the variations by written agreement. If any section of this Security Instrument cannot be enforced according to its terms, that section will be severed and will not affect the enforceability of the remainder of this Security Instrument. Whenever used, the singular shall include the plural and the plural the singular. The captions and headings of the sections of this Security Instrument are for convenience only and are not to be used to interpret or define the terms of this Security Instrument. Time is of the essence in this Security Instrument.

11. JOINT AND INDIVIDUAL LIABILITY; CO-SIGNERS; SUCCESSORS AND ASSIGNS BOUND. All duties under this Security Instrument are joint and individual. Mortgagor signs this Security Instrument but does not sign an evidence of debt. Mortgagor does so only to mortgage Mortgagor's interest in the Property to secure payment of the Secured Debt and Mortgagor does not agree to be personally liable or the Secured Debt. If this Security Instrument secures a guaranty between Lender and Mortgagor, Mortgagor agrees to waive any rights that may prevent Lender from bringing any action or claim against Mortgagor or any party indebted under the obligation. These rights may include, but are not limited to, any anti-deficiency or one-action laws. The duties and benefits of this Security Instrument shall bind and benefit the successors and assigns of Mortgagor and Lender.

10. ESCROW FOR TAXES AND INSURANCE. If otherwise provided in a separate agreement, Mortgagor may be required to pay to Lender funds for taxes and insurance in escrow.

D. Mortgagor shall immediately notify Lender in writing as soon as Mortgagor has reason to believe there is any pending or threatened investigation, claim, or proceeding relating to the release or threatened release of any Hazardous Substance or the violation of any Environmental Law.

C. Mortgagor shall immediately notify Lender if a release or threatened release of a Hazardous Substance occurs on, under or about the Property or there is a violation of any Environmental Law concerning the Property. In such an event, Mortgagor shall take all necessary remedial action in accordance with any Environmental Law.

B. Except as previously disclosed and acknowledged in writing to Lender, Mortgagor and every tenant have been, are, and shall remain in full compliance with any applicable Environmental Law.

A. Except as previously disclosed and acknowledged in writing to Lender, no Hazardous Substance is or will be located, stored or released on or in the Property. This restriction does not apply to small quantities of Hazardous Substances that are generally recognized to be appropriate for the normal use and maintenance of the Property.

Mortgagor represents, warrants and agrees that:

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ADJUSTABLE RATE RIDER

THIS ADJUSTABLE RATE RIDER is made this9th..... day ofMARCH.....
2006..... and is incorporated into and shall be deemed to amend and supplement
 the Mortgage, Deed of Trust, or Security Deed (the "Security Instrument") of the same date
 given by the undersigned (the "Borrower") to secure Borrower's Adjustable Rate Note (the
 "Note") toEDGEBROOK BANK.....
 (the "Lender") of
 the same date and covering the property described in the Security Instrument and located at:
3241 NORTH NEWCASTLE CHICAGO ILLINOIS 60634.....
 [Property Address]

**NOTICE: THE SECURITY INSTRUMENT SECURES A NOTE WHICH
 CONTAINS A PROVISION ALLOWING FOR CHANGES IN THE INTEREST
 RATE. INCREASES IN THE INTEREST RATE WILL RESULT IN HIGHER
 PAYMENTS. DECREASES IN THE INTEREST RATE WILL RESULT IN
 LOWER PAYMENTS.**

ADDITIONAL COVENANTS. In addition to the covenants and agreements made in the
 Security Instrument, Borrower and Lender further covenant and agree as follows:

A. INTEREST RATE AND PERIODIC PAYMENT CHANGES

The Note provides for an initial interest rate of9.5000.....%. The Note provides
 for changes in the interest rate and the payments, as follows:

3. PAYMENTS

(A) Periodic Payments

- I will pay principal and interest by making periodic payments when scheduled: (mark one):
- I will make my periodic payments on the first day of each month beginning on

 - I will make my periodic payments as follows:

In addition to the payments described above, I will pay a "Balloon Payment" of
 \$.40291.51..... onMARCH 09, 2011..... . The Note Holder will deliver or
 mail to me notice prior to maturity that the Balloon Payment is due. This notice will state
 the Balloon Payment amount and the date that it is due.

MULTISTATE ADJUSTABLE RATE RIDER

Bankers Systems, Inc., St. Cloud, MN Form ARLR 6/14/2004
 ref: ADJ-NOTE

(page 1 of 3 pages)
JCC *GC*

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[Handwritten Signature]
[Handwritten Signature]
(page 2 of 3 pages)

Bankers Systems, Inc., St. Cloud, MN Form ARLR 6/14/2004

rate until the next Change Date.
Subject to the limitations stated in Section 4(D) below, this amount will be my new interest

will be rounded off by the Note Holder to the nearest%
 will be rounded off by the Note Holder up to the nearest%
 will be rounded off by the Note Holder to the nearest%
 will not be rounded off.

percentage points (.....2.000.....%) to the Current Index. The result of this calculation:
.....adding 2.000
Before each Change Date, the Note Holder will calculate my new interest rate by

(C) Calculation of Changes

upon comparable information. The Note Holder will give me notice of this choice.
If the Index is no longer available, the Note Holder will choose a new index which is based
before each Change Date is called the "Current Index."
.....
The most recent Index figure available as of the date 45 days

.....
"Index" is:
THE WALL STREET JOURNAL PRIME RATE AS PUBLISHED IN THE WALL STREET JOURNAL

Beginning with the first Change Date, my interest rate will be based on an Index. The

(B) The Index

and on every thereafter.
 The interest rate I will pay may change month thereafter.
and on that day every
 The interest rate I will pay may change on the first day of
Each date on which my interest rate could change is called a "Change Date." (Mark one)

(A) Change Dates

4. INTEREST RATE AND PERIODIC PAYMENT CHANGES

Changes in my periodic payment will reflect changes in the unpaid principal of my loan and
in the interest rate that I must pay. The Note Holder will determine my new interest rate and
the changed amount of my periodic payment in accordance with Section 4 of the Note.

(D) Periodic Payment Changes

This amount may change.
Each of my initial periodic payments will be in the amount of U.S. \$.....

(C) Amount of My Initial Periodic Payments

..... or at a different place if required by the Note Holder.
CHICAGO, IL 60646
I will make my periodic payments at 6000 W LOUHX AVE

in full on that date, which is called the "Maturity Date."
..... I still owe amounts under the Note, I will pay those amounts
MARCH 09, 2011

(B) Maturity Date and Place of Payments

I will make these payments as scheduled until I have paid all of the principal and interest
and any other charges described in the Note.
My periodic payments will be applied to interest before Principal. If, on

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BALLOON RIDER (CONDITIONAL RIGHT TO REFINANCE)

THIS BALLOON RIDER is made this 9th day of MARCH 2006, and is incorporated into and shall be deemed to amend and supplement the Mortgage, Deed of Trust, or Security Deed (the "Security Instrument") of the same date given by the undersigned ("Borrower") to secure Borrower's Note to EDGEBROOK BANK ("Lender") of the same date and covering the property described in the Security Instrument and located at: 3241 NORTH NEWCASTLE CHICAGO ILLINOIS 60634 [Property Address]

The interest rate stated on the Note is called the "Note Rate." The date of the Note is called the "Note Date." I understand Lender may transfer the Note, Security Instrument, and this Rider. Lender or anyone who takes the Note, the Security Instrument, and this Rider by transfer and who is entitled to receive payments under the Note is called the "Note Holder."

ADDITIONAL COVENANTS. In addition to the covenants and agreements in the Security Instrument, Borrower and Lender further covenant and agree as follows (despite anything to the contrary contained in the Security Instrument or the Note):

1. CONDITIONAL RIGHT TO REFINANCE

At the Maturity Date of the Note and Security Instrument (the "Maturity Date"), I will be able to obtain a new loan ("New Loan") with a new Maturity Date of 03/09/11, and with an interest rate equal to the "New Note Rate" determined in accordance with Section 3 below if all the conditions provided in Section 2 and 5 below are met (the "Conditional Refinancing Option"). If those conditions are not met, I understand that the Note Holder is under no obligation to refinance or modify the Note, or to extend the Maturity Date, and that I will have to repay the Note from my own resources or find a lender willing to lend me the money to repay the Note.

2. CONDITIONS TO OPTION

If I want to exercise the Conditional Refinancing Option at maturity, certain conditions must be met as of the Maturity Date. These conditions are: (a) I must still be the owner of the property subject to the Security Instrument (the "Property"); (b) I must be current in my monthly payments and cannot have been more than 30 days late on any of the 12 scheduled monthly payments immediately preceding the Maturity Date; (c) the New Note Rate cannot be more than five percentage points above the Note Rate; and (d) I must make a written request to the Note Holder as provided in Section 5 below.

3. CALCULATING THE NEW NOTE RATE

The New Note Rate will be a fixed rate of interest equal to Fannie Mae's required net yield for 30-year fixed rate mortgages subject to a 60-day mandatory delivery commitment, plus one-half of one percentage point (0.5%), rounded to the nearest one-eighth of one percentage point (0.125%) (the "New Note Rate"). The required net yield shall be the applicable net yield in effect on the date and time of day that the Note Holder receives notice of my election to exercise the Conditional Refinancing Option. If this required net yield is not available, the Note Holder will determine the New Note Rate by using comparable information.

Form 3180 1/01 (rev. 9/01)



P N O A O

MULTISTATE BALLOON RIDER—

Single Family—Fannie Mae Uniform Instrument

Bankers Systems, Inc., St. Cloud, MN Form BR-3180 6/14/2004

ref: BFRN-3260

(page 1 of 2 pages)

JLC PJC

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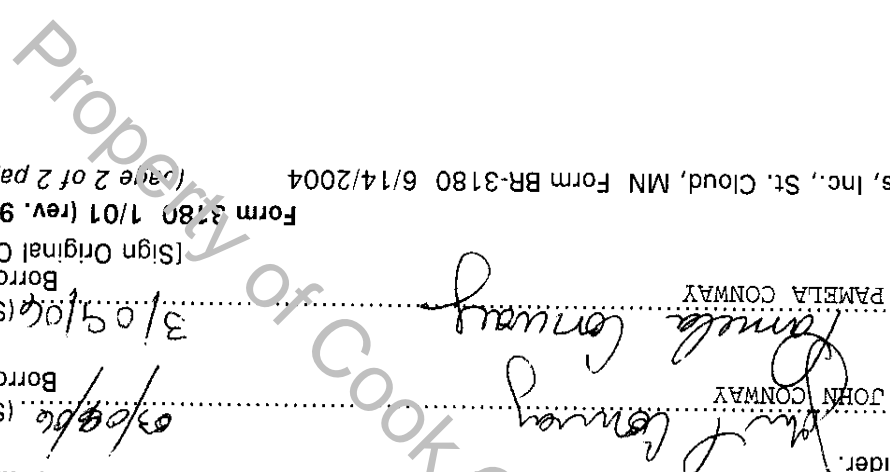
4. CALCULATING THE NEW PAYMENT AMOUNT
 Provided the New Note Rate as calculated in Section 3 above is not greater than five percentage points above the Note Rate and all other conditions required in Section 2 above are satisfied, the Note Holder will determine the amount of the monthly payment that will be sufficient to repay in full (a) the unpaid principal, plus (b) accrued but unpaid interest, plus (c) all other sums I will owe under the Note and Security Instrument on the Maturity Date (assuming my monthly payments then are current, as required under Section 2 above), over the term of the New Note at the New Note Rate in equal monthly payments. The result of this calculation will be the amount of my new principal and interest payment every month until the New Note is fully paid.

5. EXERCISING THE CONDITIONAL REFINANCING OPTION
 The Note Holder will notify me at least 60 calendar days in advance of the Maturity Date and advise me of the principal, accrued but unpaid interest, and all other sums I am expected to owe on the Maturity Date. The Note Holder also will advise me that I may exercise the Conditional Refinancing Option if the conditions in Section 2 above are met. The Note Holder will provide my payment record information, together with the name, title, and address of the person representing the Note Holder that I must notify in order to exercise the Conditional Refinancing Option. If I meet the conditions of Section 2 above, I may exercise the Conditional Refinancing Option by notifying the Note Holder no later than 45 calendar days prior to the Maturity Date. The Note Holder will calculate the fixed New Note Rate based upon Fannie Mae's applicable published required net yield in effect on the date and time of day notification is received by the Note Holder and as calculated in Section 3 above. I will then have 30 calendar days to provide the Note Holder with acceptable proof of my required ownership. Before the Maturity Date, the Note Holder will advise me of the new interest rate (the New Note Rate), new monthly payment amount, and a date, time, and place at which I must appear to sign any documents required to complete the required refinancing. I understand the Note Holder will charge me a \$250 processing fee and the costs associated with updating the title insurance policy, if any.

BY SIGNING BELOW, Borrower accepts and agrees to the terms and covenants contained in this Balloon Rider.

.....
 JOHN CONWAY
 Borrower (Seal)
 3/09/04
 PAMELA CONWAY
 Borrower (Seal)

Form 3180 1/01 (rev. 9/01)
 Bankers Systems, Inc., St. Cloud, MN Form BR-3180 6/14/2004
 (page 2 of 2 pages)



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The Note Holder will then determine the amount of the periodic payment that would be sufficient to repay the unpaid principal that I am expected to owe at the Change Date in full on the Maturity Date at my new interest rate in substantially equal payments. The result of this calculation will be the new amount of my periodic payment.

(D) Limits on Interest Rate Changes

- My interest rate will never be increased or decreased on any single Change Date by more thanN/A..... percentage points from the rate of interest I have been paying for the preceding period.
- My interest rate will never be greater thanN/A..... % or less than8.000.....%.

(E) Effective Date of Changes

My new interest rate will become effective on each Change Date. I will pay the amount of my new periodic payment beginning on the first periodic payment date after the Change Date until the amount of my periodic payment changes again.

(F) Notice of Changes

At least 25 days, but no more than 120 days, before the effective date of any payment change, the Note Holder will deliver or mail to me a notice of any changes in my interest rate and the amount of my periodic payment. The notice will include information required by law to be given to me and also the title and telephone number of a person who will answer any question I may have regarding the notice.

B. FUNDS FOR TAXES AND INSURANCE

Uniform Covenant 3 of the Security Instrument is waived by the Lender.

BY SIGNING BELOW, Borrower accepts and agrees to the terms and covenants contained in this Adjustable Rate Rider.

..... (Seal)
 JOHN CONWAY -Borrower

..... (Seal)
 PAMELA CONWAY -Borrower