

# UNOFFICIAL COPY

THIS DOCUMENT PREPARED BY:

Crowley & Lamb, P.C.  
350 North LaSalle Street, Suite 900  
Chicago, Illinois 60654

AFTER RECORDING RETURN TO:

Diamond Bank, FSB  
1051 Perimeter Drive  
Schaumburg, Illinois 60173  
Attn: Senior Vice President



Doc#: 0929922081 Fee: \$48.00  
Eugene "Gene" Moore RHSP Fee: \$10.00  
Cook County Recorder of Deeds  
Date: 10/26/2009 11:29 AM Pg: 1 of 7

This space reserved for Recorder's use only

## FOURTH MODIFICATION OF LOAN DOCUMENTS

**THIS FOURTH MODIFICATION OF LOAN DOCUMENTS** (this "Agreement") is made effective as of the 1st day of September, 2009, by and among **JOSE A. PULIDO and MARIA PULIDO**, having an address at 2711 N. Kedzie, Chicago, Illinois 60641 (together, "Borrower") and **DIAMOND BANK, FSB**, its successors and assigns, having an address as set forth above ("Lender").

### RECITALS:

A. Lender has heretofore made a loan ("Loan") to Borrower in the principal amount of Three Hundred Fifty Thousand and 00/100ths Dollars U.S. (\$350,000.00), as evidenced by a certain Promissory Note ("Original Note") dated May 24, 2007, in the original principal amount of \$350,000.00, made payable by Borrower to the order of Lender. The Loan Documents (as defined below) were modified by that certain First Modification to Loan Documents ("First Modification") dated June 1, 2008 pursuant to which the maturity date of the Loan was extended until September 1, 2008 and the Original Note was replaced by that certain Amended and Restated Promissory Note dated June 1, 2008 in the principal amount of \$350,000.00 executed by Borrower in favor of Lender. The Loan Documents were further modified by that certain Second Modification to Loan Documents ("Second Modification") dated September 1, 2008 pursuant to which the maturity date of the Loan was extended until March 1, 2009 and the Original Note was further replaced by that certain Second Amended and Restated Promissory Note dated September 1, 2008 in the principal amount of \$350,000.00 executed by Borrower in favor of Lender. The Loan Documents were further modified by that certain Third Modification to Loan Documents ("Third Modification") dated March 1, 2009 pursuant to which the maturity date of the Loan was extended until September 1, 2009 and the Original Note was further replaced by that certain Third Amended and Restated Promissory Note dated March 1, 2009 in the principal amount of \$350,000.00 executed by Borrower in favor of Lender ("Prior Note").

B. The Prior Note is secured by, among other things, that certain Mortgage and Security Agreement and UCC Fixture Filing (the "Mortgage") dated May 24, 2007, from Borrower to Lender and

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recorded with the Recorder of Deeds in Cook County, Illinois (the "Recorder") on June 7, 2007, as Document No. 0715855028, which Mortgage encumbers the real estate legally described on Exhibit "A" attached hereto, and all improvements thereon (the "Property"). The Note is further secured by an Assignment of Rents (the "Assignment") dated May 24, 2007, from Borrower to Lender and recorded with the Recorder on June 7, 2007, as Document No. 0715855029 which Assignment encumbers the Property.

C. The Prior Note, the Mortgage, the Assignment, First Modification, Second Modification, Third Modification and any other document evidencing, securing and guaranteeing the Loan, in their original form and as amended or replaced, are sometimes collectively referred to herein as the "Loan Documents".

D. Whereas, Borrower has requested that Lender to extend the maturity date of the Loan from September 1, 2009 until December 1, 2009 and Lender is willing to extend the maturity date of the Loan from September 1, 2009 until December 1, 2009, subject to the terms and conditions more fully set forth hereinafter and in the Amended Note (defined below).

## AGREEMENTS:

**NOW, THEREFORE**, in consideration of (i) the facts set forth hereinabove (which are hereby incorporated into and made a part of this Agreement), (ii) the agreements by Lender and Borrower to modify the Loan Documents, as provided herein, (iii) Borrower's agreement to pay all of Lender's reasonable attorneys fees and recording costs in connection with this Agreement, (iv) the covenants and agreements contained herein, and (v) for other good and valuable consideration, the receipt, adequacy and sufficiency of which are hereby acknowledged, the parties hereby agree as follows:

1. **Prior Note Amended and Restated.** The Prior Note shall be amended and restated by that certain Fourth Amended and Restated Promissory Note of even date herewith executed by Borrower (the "Amended Note") in the principal amount of \$350,000.00. As of the date hereof, the Amended Note shall be substituted for and replace in its entirety the Prior Note as evidence of the amounts due and owing to Lender and the manner of repayment of same, and the Prior Note shall be canceled by Lender. Notwithstanding any other provision of the Loan Documents, the interest rate applicable to the Loan shall be as set forth in the Amended Note.

2. **Continuing Validity.** Except as expressly modified above, the terms of the original Mortgage shall remain unchanged and in full force and effect and are legally valid, binding, and enforceable in accordance with their respective terms. Consent by Lender to this Agreement does not waive Lender's rights to require strict performance of the Mortgage as amended above nor obligate Lender to make any future modifications. Nothing in this Agreement shall constitute a satisfaction of the promissory note or other credit agreement secured by the Mortgage. It is the intention of Lender to retain as liable all parties to the Mortgage and all parties, makers and endorsers to the Amended Note, including accommodation parties unless a party is expressly released by Lender in writing. Any maker or endorser, including accommodation makers, shall not be released by virtue of this Agreement. If any person who signed the original Mortgage does not sign this Agreement, then all persons signing below acknowledge that this Agreement is given conditionally, based on the representation to Lender that the non-signing person consents to the changes and provisions of this Agreement or otherwise will not be released by it. This waiver applies not only to any initial extension or modification, but also to all such subsequent actions.

3. **Loan Maturity Date.** Borrower and Lender agree that the Maturity Date of the Loan shall hereby be amended from September 1, 2009 until December 1, 2009. All references to the Maturity Date of the Loan, or words of similar import, in any and all of the Loan Documents shall now mean December 1, 2009.

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4. **Borrower Representations and Stipulations.** Borrower acknowledges, represents and warrants as follows:

- (a) The Prior Note (as amended) and all other Loan Documents constitute valid and legally binding obligations of Borrower and are enforceable to their full extent against Borrower and the collateral granted therein in accordance with the terms thereof without defense, affirmative defense or counterclaim of any kind.
- (b) Borrower does hereby waive and release any and all claims and defenses, whether legal or equitable, or by way of offset, recoupment or counterclaim that the Borrower hereto has, or may have against Lender, relating in any way to Prior Note, the Loan Agreement, the Mortgage, or any other documents securing or relating to the Loan, by reason of any matter, cause or thing whatsoever occurring, including breach of good faith and fair dealing by Lender.
- (c) The party or parties who execute this Agreement on behalf of the Borrower have the authority to do so and that the same is the legally binding act of the Borrower and each of them.
- (d) There exists no defenses, whether at law or equity to the repayment of the Prior Note, or any of Borrower's obligations under any of the other Loan Documents.

5. **Borrowers' Releases.** Borrower and each of them, in consideration of the execution of this Agreement, and the performance of all terms contained herein to be performed by Lender, and other good and valuable consideration, the receipt and adequacy of which is hereby acknowledged, do hereby remise, release and forever discharge, and by these presents, do for their successors, assigns, heirs, administrators, executors, personal representatives, agents, grantors, and successors in interest, remise, release and forever discharge Lender and its respective successors, assigns, heirs, administrators, officers, personal representatives, attorneys, agents and successors in interest, from all actions, suits, causes of action, damages, expenses, liabilities, claims, accounts and demands, whatsoever, whether or not well-founded in fact or in law which they have, have had, or at any time may have, could have, or might have but for the execution of this Agreement, asserted against Lender, for or by reason of or in respect of any matter, cause or thing whatsoever, whether known or unknown, developed or undeveloped, past, present or future or whether permanent, continuing or otherwise, arising out of or connected with the Prior Note, the Mortgage or this Agreement.

6. **Waiver.** Nothing in this Agreement shall be construed as a waiver of or acquiescence to any Existing Defaults or any future Events of Default (as defined in the Loan Documents), which shall continue in existence subject only to Lender's agreement, as set forth herein, not to enforce its remedies for a limited period of time. Except as expressly provided herein, the execution and delivery of this Agreement shall not: (a) constitute an extension, modification, or waiver of any other aspect of the Prior Note (as amended and restated) or the Loan Documents; (b) extend the terms of the Prior Note or the Loan Documents; or the due date of any of the Prior Note, except as set forth in the Amended Note; (c) give rise to any obligation on the part of Lender to extend, modify or waive any term or condition of the Loan Documents; or (d) give rise to any defenses or counterclaims to Lender's right to compel payment of the Loan or to otherwise enforce its rights and remedies under the Amended Note, and any other Loan Documents. Except as expressly limited herein, Lender hereby expressly reserves all of its rights and remedies under the Prior Note, as amended and the Loan Documents and under applicable law with respect to such defaults.

7. **Expenses/Fee.** As conditions precedent to the agreements contained herein, Borrower shall pay all out-of-pocket recording costs and expenses incurred by Lender in connection with this Agreement, including, without limitation, title charges, recording fees, appraisal fees and attorneys' fees and expenses and pay to Lender an extension fee in the amount of \$500.00.

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8. **Title Policy.** Upon Lender's request, Borrower shall, at its sole cost and expense, cause the applicable Title Insurance Company to issue an endorsement to Lender's title insurance policy (the "Title Policy") for the Mortgage, as of the date this Agreement is recorded, reflecting the recording of this Agreement and insuring the first priority of the lien of the Mortgage, subject only to the exceptions set forth in the Title Policy as of its date of issuance and any other encumbrances expressly agreed to by Lender.

9. **Miscellaneous.**

(a) This Agreement shall be governed by and construed in accordance with the laws of the State of Illinois.

(b) This Agreement shall not be construed more strictly against Lender than against Borrower merely by virtue of the fact that the same has been prepared by counsel for Lender, it being recognized that Borrower and Lender have contributed substantially and materially to the preparation of this Agreement, and Borrower and Lender each acknowledge and waive any claim contesting the existence and the adequacy of the consideration given by the other in entering into this Agreement. Each of the parties to this Agreement represents that it has been advised by its respective counsel of the legal and practical effect of this Agreement, and recognizes that it is executing and delivering this Agreement, intending thereby to be legally bound by the terms and provisions thereof, of its own free will, without promises or threats or the exertion of duress upon it. The signatories hereto state that they have read and understand this Agreement, that they intend to be legally bound by it and that they expressly warrant and represent that they are duly authorized and empowered to execute it.

(c) Borrower and Lender each acknowledges that there are no other understandings, agreements or representations, either oral or written, express or implied, that are not embodied in the Loan Documents and this Agreement, which collectively represent a complete integration of all prior and contemporaneous agreements and understandings of Borrower and Lender; and that all such prior understandings, agreements and representations are hereby modified as set forth in this Agreement. Except as expressly modified hereby, the terms of the Loan Documents are and remain unmodified and in full force and effect.

(d) This Agreement shall be binding on and inure to the benefit of the parties hereto and their respective successors, assigns, and personal representatives, except to the extent of any contrary provision in this Agreement. Each party intends that this Agreement, in all respects, shall be deemed and construed to have been prepared mutually by all parties, and it is expressly agreed that any uncertainty and ambiguity existing herein shall not be construed more strictly against one party or the other against the other party. If any part or any provision of this Agreement shall be determined to be invalid under any applicable law or the regulation, the remaining part of this Agreement, that can be separated from the invalid, unenforceable provisions, shall be in full force and effect.

(e) Borrower shall mean all of the undersigned and as used herein, Borrower shall be deemed, whenever appropriate in the context, to include the singular and plural. If this Agreement is executed by more than one party as Borrower, the liability of such parties shall be joint and several.

(f) Each party to this Agreement agrees to perform any further acts and execute any documents that may be reasonably necessary to effect the purposes of this Agreement.

(g) Time is of the essence of Borrower's obligations under this Agreement.

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10. **Binding Effect.** This Agreement shall be binding on and inure to the benefit of the parties hereto and their respective successors, assigns, and personal representatives, except to the extent of any contrary provision in this Agreement. Each party intends that this Agreement, in all respects, shall be deemed and construed to have been prepared mutually by all parties, and it is expressly agreed that any uncertainty and ambiguity existing herein shall not be construed more strictly against one party or the other against the other party. If any part or any provision of this Agreement shall be determined to be invalid under any applicable law or the regulation, the remaining part of this Agreement, that can be separated from the invalid, unenforceable provisions, shall be in full force and effect.

11. **No Novation.** This Agreement shall not be deemed or construed to be a satisfaction, reinstatement, novation, or release of the Prior Note or of any of the other Loan Documents, or, except as expressly provided herein, nor shall it be deemed a waiver by Lender of any of the rights of Lender under the Prior Note or any of the other Loan Documents, or at law or in equity, and shall not be construed as a repayment or novation of the Prior Note amended and replaced by the Amended Note.

12. **Counterparts.** This Agreement may be executed in any number of counterparts, and by different parties hereto in separate counterparts, each of which when so executed and delivered (whether by facsimile transmission or otherwise) shall be deemed an original, but all such counterparts together shall constitute but one and the same instrument.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement dated as of the day and year first above written.

**LENDER:**

**BORROWER:**

DIAMOND BANK, FSB

By: \_\_\_\_\_

Its: VICE PRESIDENT

\_\_\_\_\_  
JOSE A. PULIDO

\_\_\_\_\_  
MARIA PULIDO



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## EXHIBIT A

### LEGAL DESCRIPTION

LOT 28 IN BLOCK 2 IN E.B. MCCAGG'S SUBDIVISION OF OUTLOT 19 IN CANAL TRUSTEES' SUBDIVISION IN THE WEST 1/2 OF SECTION 5, TOWNSHIP 39 NORTH, RANGE 14, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

P.I.N. 17-05-309-078

COMMONLY KNOWN AS: 1458 W. AUGUSTA, CHICAGO, IL 60622

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