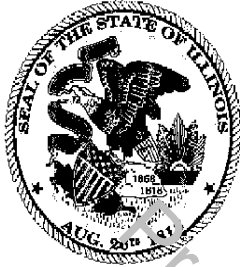


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Illinois Anti-Predatory Lending Database Program

Doc#: 2203142009 Fee: \$98.00
Karen A. Yarbrough
Cook County Clerk
Date: 01/31/2022 09:35 AM Pg: 1 of 25

Certificate of Exemption



Report Mortgage Fraud
844-768-1713

The property identified as: **PIN: 16-24-220-033-1002**

Address:

Street: 2425 W. 14th Street, Suite 3

Street line 2:

City: Chicago

State: IL

ZIP Code: 60608

Lender: Brandon Werlin

Borrower: Erica Duffy, an Individual and as Sole Owner and Operator of Ambassador Properties One, LLC

Loan / Mortgage Amount: \$300,000.00

This property is located within the program area and the transaction is exempt from the requirements of 765 ILCS 77/70 et seq. because the application was taken by an exempt entity or person.

Certificate number: EABB1FC7-2D4D-453E-BE69-421AA66CD094

Execution date: 3/22/2021

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This Instrument Prepared by and to Returned to:

Namit Bammi
Bammi Law Group LLC
203 N. LaSalle Street
Suite 2100
Chicago, Illinois 60601

Permanent Tax Index Numbers
and Address:

16-24-220-033-1002

2425 W. 14th Street, Suite B, Chicago, Illinois 60608

**MORTGAGE, ASSIGNMENT OF RENTS AND LEASES,
SECURITY AGREEMENT AND FIXTURE FILING**

from

Erica Duffy, an Individual

and as **Sole Owner of**

Ambassador Properties

One, LLC.

to

Brandon Werlin, an Individual

Dated as of 22 day of

March 2021.

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MORTGAGE, ASSIGNMENT OF RENTS AND LEASES, SECURITY AGREEMENT AND FIXTURE FILING

THIS MORTGAGE, ASSIGNMENT OF RENTS AND LEASES, SECURITY AGREEMENT AND FIXTURE FILING dated this 22 day of March, 2021 (this "**Mortgage**"), is from **Erica Duffy**, an Individual and as Sole Owner and Operator of Camera Ambassador, LLC ("**Mortgagor**"), to **Brandon Werlin**, an Individual ("**Mortgagee**").

RECITALS

A. Mortgagor has, concurrently herewith, executed and delivered to Mortgagee its Promissory Note (the "**Note**"), bearing even date herewith, payable to the order of Mortgagee, the terms of which are described in Section 2.1 hereof; and

B. The Note evidences a loan being made by Mortgagee to Mortgagor, for the purpose of providing mortgage financing for the real estate described in Exhibit A attached hereto and the improvements located thereon.

AGREEMENTS

FOR GOOD AND VALUABLE CONSIDERATION, including the indebtedness hereby secured, the receipt and sufficiency of which are hereby acknowledged, Mortgagor hereby grants, bargains, sells, conveys and mortgages to Mortgagee and its successors and assigns forever, under and subject to the terms and conditions hereinafter set forth, all of Mortgagor's right, title and interest in and to the real estate located in the City of Chicago, County of Cook, State of Illinois, described in Exhibit A attached hereto and by this reference incorporated herein, including all improvements now and hereafter located thereon;

TOGETHER WITH all right, title and interest of Mortgagor, now owned or hereafter acquired, in and to the following:

(a) All rents, issues, profits, royalties and income with respect to the said real estate and improvements and other benefits derived therefrom, subject to the right, power and authority given to Mortgagor to collect and apply same; and

(b) All leases or subleases covering the said real estate and improvements or any portion thereof now or hereafter existing or entered into, including, without limitation, all cash or security deposits, advance rentals, and deposits or payments of similar nature, and any and all guarantees of the lessee's obligations under any of such leases and subleases; and

(c) All easements and other rights used in connection with the said real estate and improvements; and

(d) Any and all buildings and improvements now or hereafter erected on the said real estate, including, but not limited to, all the fixtures, attachments, appliances, equipment, machinery, and other articles attached to said buildings and improvements; and

(e) All fixtures attached to or contained in and used in connection with the said real estate and improvements; and all items of furniture, furnishings, equipment and personal property used or useful in the operation of the said real estate and improvements; and all renewals, substitutions and replacements for any or all of the foregoing, and all proceeds therefrom, whether or not the same are or shall be attached to the said real estate and

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improvements in any manner; it being mutually agreed, intended and declared that all the aforesaid property placed by Mortgagor on and in the said real estate and improvements shall, so far as permitted by law, be deemed to form a part and parcel of the real estate and for the purpose of this Mortgage to be real estate and covered by this Mortgage; and as to any of the aforesaid property which does not so form a part and parcel of the real estate or does not constitute a "fixture" (as such term is defined in the "**Code**" as defined in Section 1.1 hereof), this Mortgage is intended to be a security agreement under the Code for the purpose of creating hereby a security interest in such property, which Mortgagor hereby grants to Mortgagee as secured party; and

(f) All the estate, interest, right, title and other claims and demands, including claims or demands with respect to any proceeds of insurance related thereto, which Mortgagor now has or may hereafter acquire in the said real estate and improvements or personal property and any and all awards made for the taking by eminent domain, or by any proceeding or purchase in lieu thereof, of the whole or any part of the said real estate and improvements or personal property, including without limitation any awards resulting from a change of grade of streets and awards for severance damages; and

(g) All proceeds of all of the foregoing;

the said real estate and improvements and the property and interests described in (a) through (g) above being collectively referred to herein as the "**Property**"; and as to any portion of the Property constituting property subject to the Code, this Mortgage is intended to be a security agreement under the Code for the purpose of creating hereby a security interest in such portion of the Property, which Mortgagor hereby grants to Mortgagee as secured party.

TO HAVE AND TO HOLD the same unto Mortgagee and its successors and assigns forever, for the purposes and uses herein set forth.

FOR THE PURPOSE OF SECURING the following (but not exceeding \$300,000.00 in the aggregate):

(a) Payment of the indebtedness evidenced by the Note, and including the principal thereof and interest thereon and any and all modifications, extensions and renewals thereof, and performance of all obligations of Mortgagor under the Note; and

(b) Performance and observance by Mortgagor of all of the terms, covenants and provisions of this Mortgage; and

(c) Payment of all sums advanced by Mortgagee to perform any of the terms, covenants and provisions of this Mortgage or any of the other Loan Documents, or otherwise advanced by Mortgagee pursuant to the provisions hereof or any of such other documents to protect the property hereby mortgaged and pledged; and

(d) Payment of any future or further advances which may be made by Mortgagee at its sole option to and for the benefit of Mortgagor, its successors, assigns and legal representatives.

PROVIDED, HOWEVER, that if Mortgagor shall pay the principal and all interest as provided in the Note and shall pay all other sums herein provided for, or secured hereby, and

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shall well and truly keep and perform all of the covenants herein contained, then this Mortgage shall be released at the cost of Mortgagor, otherwise to remain in full force and effect.

TO PROTECT THE SECURITY OF THIS MORTGAGE AND SECURITY AGREEMENT, MORTGAGOR HEREBY COVENANTS AND AGREES AS FOLLOWS:

ARTICLE I

DEFINITIONS

Section 1.1. Definitions. The terms defined in this Section (except as otherwise expressly provided or unless the context otherwise requires) for all purposes of this Mortgage shall have the respective meanings specified in this Section.

"Code" means the Uniform Commercial Code of the State of Illinois as from time to time in effect.

"Default" means, when used in reference to this Mortgage or any other document, or in reference to any provision or obligation under this Mortgage or any other document, the occurrence of an event or the existence of a condition which, with the passage of time or the giving of notice, or both, would constitute an Event of Default under this Mortgage or such other document, as the case may be.

"Environmental Laws" means the Comprehensive Environmental Response, Compensation, and Liability Act, any so-called "Superfund" or "Superlien" law, and any other federal, state or local statute, law, ordinance, code, rule, regulation, order or decree regulating, relating to, or imposing liability or standards of conduct concerning any Hazardous Material, in each case as now or hereafter in force and effect.

"Event of Default" means --

- (i) when used in reference to this Mortgage, an Event of Default specified in Section 5.1 hereof; and
- (ii) when used in reference to any other document, a default or event of default under such document that has continued after the giving of any applicable notice and the expiration of any applicable grace or cure periods.

"Hazardous Material" means any hazardous substance or any pollutant or contaminant defined as such in, or for purposes of, any federal, state or local statute, law, ordinance, code, rule, regulation, order or decree, in each case as now or hereafter in force and effect; asbestos or any substance or compound containing asbestos; polychlorinated biphenyls or any substance or compound containing any polychlorinated biphenyl; petroleum and petroleum products; pesticides; and any other hazardous, toxic or dangerous waste, substance or material.

"Impositions" means Impositions as defined in Section 2.6(a) hereof.

"Loan" means the loan to be made by Mortgagee to Mortgagor in accordance with the terms and conditions of the Note and this Mortgage.

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"Loan Documents" means the Note, this Mortgage, and all other documents and instruments at any time evidencing and/or securing the indebtedness secured by this Mortgage.

"Mortgage" means this Mortgage, Assignment of Rents and Leases, Security Agreement and Fixture Filing dated as of 22 day of March 2021, from Mortgagor to Mortgagee.

"Mortgagee" means Brandon Werlin, an Individual.

"Mortgagor" means Erica Duffy, an individual and as Owner of Ambassador Properties One, LLC.

"Note" means the Promissory Note of Mortgagor dated this 22 day of March 2021, in the principal amount of Three Hundred Fifty Thousand Dollars and NO cents (\$300,000.00), made payable to the order of Mortgagee, and which evidences the Loan.

"Permitted Encumbrances" means those exceptions to title approved by Mortgagee on the Closing Date.

"Permitted Materials" means materials customarily used in the construction and maintenance of buildings, and cleaning materials, office products and other materials customarily used in the operation of properties such as the Property, provided that, in each case, such materials are stored, handled, used and disposed of in compliance with applicable laws and regulations and are individually and in the aggregate not in such quantities as may result in contamination of the Property or any part thereof.

"Property" means the real estate described in Exhibit A attached hereto and all improvements now and hereafter located thereon and all other property, rights and interests described in the foregoing granting clauses of this Mortgage.

ARTICLE II

COVENANTS AND AGREEMENTS OF MORTGAGOR

Section 2.1. Payment of Indebtedness. Mortgagor covenants and agrees that it will pay when due the principal of and interest on the indebtedness hereby secured evidenced by the Note, all other sums which may become due pursuant thereto or hereto, and all other indebtedness hereby secured as described in the foregoing granting clauses of this Mortgage, including, but not limited to, all charges, fees and all other sums to be paid by Mortgagor as provided in the Loan Documents, and that it will duly and punctually perform, observe and comply with all of the terms, provisions and conditions herein and in the other Loan Documents provided to be performed and observed by Mortgagor. All amounts payable under this Mortgage shall be paid by Mortgagor without offset or other reduction. The Note secured hereby, which is hereby incorporated into this Mortgage by reference with the same effect as if set forth in full herein, is in the principal amount of Three Hundred Thousand Dollars and NO cents (\$300,000.00), and bears interest at a fixed rate of Zero percent (0.00%) amortized annually, the payments shall be payable in equal consecutive monthly payments of PRINCIPAL ONLY of Five Thousand Dollars and NO cents (\$5,000.00) due on the 1st day of each and every month beginning on the 1st day of June, 2021; and continuing on the 1st day of each and every month thereafter, consecutively with the entire balance of the unpaid principal balance and unpaid interest thereon to be due and payable in a lump sum balloon payment, if not sooner paid, on the 1st day of June 2026.

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Payments will be considered late and improper if they are not received by four (4) o'clock pm on the date due and/or if payment made is in a deficient amount. If proper payment is not received by the deadline, then the payment will be assessed a five percent (5%) penalty on the payment due and 5% interest will accrue at the default rate until payment is received in good funds.

Mortgagee has also offered an early payoff discount schedule for a full early payoff of this balance should Mortgagor be timely in payments. See Exhibit "B" for the discount schedule.

Section 2.2. Escrow Deposits. [Left Blank Intentionally]

Section 2.3. Maintenance, Repair, Alterations. Mortgagor shall --

- (a) Keep the Property in good condition and repair;
- (b) Not remove, demolish or substantially alter any of the improvements which are a part of the Property;
- (c) Complete promptly and in a good and workmanlike manner the construction of any improvements (and any renovations thereto) which may be constructed on or at the Property;
- (d) Promptly repair and restore any portion of the Property which may become damaged or be destroyed so as to be of at least equal value and of substantially the same character as prior to such damage or destruction;
- (e) Pay when due all claims for labor performed and materials furnished to and for the Property;
- (f) Comply with all laws, ordinances, regulations, covenants, conditions and restrictions now or hereafter affecting the Property or any part thereof or requiring any alterations or improvements;
- (g) Not commit or permit any waste or deterioration of the Property or any portion thereof;
- (h) Keep and maintain the Property and abutting grounds, sidewalks, roads, parking and landscape areas in good and neat order and repair and free of nuisance;
- (i) Not commit, suffer or permit any act to be done in or upon the Property in violation of any law, ordinance or regulation;
- (j) Not initiate or acquiesce in any zoning change or reclassification of the Property; and
- (k) Keep the Property free and clear of all liens and encumbrances of every sort except Permitted Encumbrances.

Section 2.4. Required Insurance.

- (a) Mortgagor shall at all times provide, maintain and keep in force, or cause to be provided, maintained and kept in force, the following policies of insurance:

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(i) Insurance against loss or damage to the Property by fire and other risks, written on an "all risk" special perils, 100% full replacement cost basis.

(ii) Homeowner's insurance on an occurrence basis, against claims for personal injury, including without limitation bodily injury, death or property damage occurring on, in or about the Property and the adjoining streets, sidewalks and passageways, such insurance to afford immediate minimum protection to a limit of not less than One Million Dollars and NO cents (\$1,000,000) per occurrence for personal injury or death and Fifty Thousand Dollars and NO cents (\$50,000) for any contents.

(iii) During the course of any construction or repair at the Property, all risk builders risk course of construction insurance against all risks of physical loss, on a completed value basis, including collapse and transit coverage, with a deductible not to exceed Ten Thousand Dollars and NO cents (\$10,000), in nonreporting form, covering the total value of work performed and equipment, supplies and materials furnished, and containing the "permission to occupy" endorsement, and insuring all general contractors and subcontractors of any tier.

(iv) Such other insurance, and in such amounts, as may from time to time be required by Mortgagee against the same or other hazards.

(b) All policies of insurance required by this Mortgage shall be issued by companies, and in amounts in each company, and in a form, satisfactory to Mortgagee and, without limitation on the generality of the foregoing, shall comply with the following provisions:

(i) All policies of insurance shall be issued by insurance companies having an AM Best's Rating Guide Policy Rating of not less than A and Financial Rating of not less than VIII.

(ii) All policies of insurance shall be maintained for and name Mortgagor and Mortgagee as insureds, as their respective interests may appear, and the policies required by paragraphs (a)(i) and (iii) of this Section shall have attached thereto a standard mortgagee's loss payable endorsement for the benefit of Mortgagee in form satisfactory to Mortgagee.

(iii) All policies of insurance shall contain an endorsement or agreement by the insurer that any loss shall be payable in accordance with the terms of such policy notwithstanding any act or negligence of Mortgagor or Mortgagee which might otherwise result in forfeiture of said insurance and the further agreement of the insurer waiving all rights of set-off, counterclaim or deductions against Mortgagor, and shall provide that the amount payable for any loss shall not be reduced by reason of co-insurance.

(iv) All policies of insurance shall contain a provision that they will not be cancelled or amended, including any reduction in the scope or limits of coverage, without at least 30 days' prior written notice to Mortgagee.

(c) The following notice is provided pursuant to paragraph (3) of Section 180/10 of Chapter 815 of the Illinois Compiled Statutes, as amended. As used herein, "you" means Mortgagor and "we" and "us" means Mortgagee: Unless you provide evidence of the insurance coverage required by your agreement with us, we may purchase insurance at your expense to protect our interests in your collateral. This insurance may, but need not, protect your interests. The coverage that we purchase may not pay any claim that you make or any claim that is made against you in connection with the collateral. You may later cancel any insurance

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purchased by us, but only after providing evidence that you have obtained insurance as required by our agreement. If we purchase insurance for the collateral, you will be responsible for the costs of that insurance, including the insurance premium, interest and any other charges we may impose in connection with the placement of the insurance, until the effective date of the cancellation or expiration of the insurance. The costs of the insurance may be added to your total outstanding balance or obligation. The costs of the insurance may be more than the cost of insurance you may be able to obtain on your own.

Section 2.5. Delivery of Policies; Payment of Premiums. Mortgagor shall furnish Mortgagee with the original of all required policies of insurance or certificates satisfactory to Mortgagee. At least 30 days prior to the expiration of each such policy, Mortgagor shall furnish Mortgagee with evidence satisfactory to Mortgagee of the payment of the premium and the reissuance of a policy continuing insurance in force as required by this Mortgage.

Section 2.6 Taxes and Other Impositions.

(a) Mortgagor shall pay or cause to be paid, at least 3 days prior to delinquency, all real property taxes and assessments, general and special, and all other taxes and assessments of any kind or nature whatsoever, including without limitation any non-governmental levies or assessments such as maintenance charges, owner association dues or charges or fees, levies or charges resulting from covenants, conditions and restrictions affecting the Property, which are assessed or imposed upon the Property, or become due and payable, and which create, may create or appear to create a lien upon the Property, or any part thereof (all of which taxes, assessments and other governmental charges and non-governmental charges of the above-described or like nature are herein after referred to as "**Impositions**").

Section 2.7. Utilities. Mortgagor shall pay or cause to be paid when due all utility charges which are incurred by Mortgagor or others for the benefit of or service to the Property or which may become a charge or lien against the Property for gas, electricity, water or sewer services furnished to the Property and all other assessments or charges of a similar nature, whether public or private, affecting the Property or any portion thereof, whether or not such assessments or charges are liens thereon.

Section 2.8. Actions by Mortgagee to Preserve Property. Should Mortgagor fail to make any payment or to do any act as and in the manner provided herein or in any of the other Loan Documents, Mortgagee in its own discretion, without obligation so to do and without releasing Mortgagor from any obligation, may make or do the same in such manner and to such extent as it may deem necessary to protect the security hereof. In connection therewith, without limiting its general powers, Mortgagee shall have and is hereby given the right, but not the obligation, (i) to enter upon and take possession of the Property; (ii) to make additions, alterations, repairs and improvements to the Property which it may consider necessary and proper to keep the Property in good condition and repair; (iii) to appear and participate in any action or proceeding affecting or which may affect the Property, the security hereof or the rights or powers of Mortgagee; (iv) to pay any Impositions asserted against the Property and to do so according to any bill, statement or estimate procured from the appropriate office without inquiry into the accuracy of the bill, statement or estimate or into the validity of any Imposition; (v) to pay, purchase, contest or compromise any encumbrance, claim, charge, lien or debt which in the judgment of Mortgagee may affect or appears to affect the Property or the security of this Mortgage or which may be prior or superior hereto; and (vi) in exercising such powers, to pay necessary expenses, including employment of and payment of compensation to counsel or other necessary or desirable consultants, contractors, agents and other employees. Mortgagor irrevocably appoints Mortgagee its true and lawful attorney in fact, at Mortgagee's election, to do

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and cause to be done all or any of the foregoing in the event Mortgagee shall be entitled to take any or all of the action provided for in this Section. Mortgagor shall immediately, upon demand therefor by Mortgagee, pay all costs and expenses incurred by Mortgagee in connection with the exercise by Mortgagee of the foregoing rights, including without limitation, costs of evidence of title, court costs, appraisals, surveys and reasonable attorneys fees and expenses, all of which shall constitute so much additional indebtedness secured by this Mortgage immediately due and payable, with interest thereon from the date of such demand until paid at the Default Rate (as such term is defined in the Note).

Section 2.9. Damage and Destruction.

(a) Mortgagor shall give Mortgagee prompt notice of any damage to or destruction of any portion or all of the Property, and the provisions contained in the following paragraphs of this Section shall apply in the event of any such damage or destruction.

(b) In the case of loss covered by policies of insurance, Mortgagee is hereby authorized at its option either (i) to settle and adjust any claim under such policies without the consent of Mortgagor, or (ii) to allow Mortgagor to agree with the insurance company or companies on the amount to be paid upon the loss; and in any case Mortgagee shall, and is hereby authorized to, collect and receipt for any such insurance proceeds; and the reasonable expenses incurred by Mortgagee in the adjustment and collection of insurance proceeds shall be so much additional indebtedness secured by this Mortgage, and shall be reimbursed to Mortgagee upon demand.

(c) In the event of any insured damage to or destruction of the Property or any part thereof the proceeds of insurance payable as a result of such loss shall be applied upon the indebtedness secured by this Mortgage or applied to the repair and restoration of the Property, as Mortgagee in its sole discretion shall elect.

(d) In the event that Mortgagee shall elect that proceeds of insurance are to be applied to the repair and restoration of the Property, Mortgagor hereby covenants promptly to repair and restore the same. In such event such proceeds shall be made available, from time to time, to pay or reimburse the costs of such repair and restoration upon Mortgagee's being furnished with satisfactory evidence of the estimated cost of such repair and restoration and with such architect's certificates, waivers of lien, contractors' sworn statements and other evidence of cost and of payments as Mortgagee may require and approve, and if the estimated cost of the work exceeds 10% of the original principal amount of the indebtedness secured hereby, with all plans and specifications for such repair or restoration as Mortgagee may require and approve. No payment made prior to the final completion of the work shall exceed 90% of the value of the work performed from time to time, and at all times the undisbursed balance of said proceeds remaining in the hands of Mortgagee shall be at least sufficient to pay for the cost of completion of the work, free and clear of any liens.

Section 2.10. Inspection of Property. Mortgagee, or its agents, representatives or workmen, are authorized to enter at any reasonable time upon or in any part of the Property for the purpose of inspecting the same and for the purpose of performing any of the acts it is authorized to perform under the terms of this Mortgage or any of the other Loan Documents. Mortgagee agrees that, except in an emergency, Mortgagee shall provide Mortgagor with not less than 24 hours' prior written notice of any entry under this Section 2.11.

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Section 2.11. Inspection of Books and Records.

(a) Mortgagor shall keep and maintain full and correct records showing in detail the income and expenses of the Property and shall make such books and records and all supporting vouchers and data available for examination by Mortgagee and its agents at any time and from time to time on request at the offices of Mortgagee, or at such other location as may be mutually agreed upon.

(b) Mortgagor shall also furnish to Mortgagee such other information and data with respect to the Property as may be requested by Mortgagee.

Section 2.12. Title, Liens and Conveyances.

(a) Mortgagor represents and warrants that it holds good and marketable title to the Property, subject only to Permitted Encumbrances.

(b) Intentionally Deleted.

(c) Intentionally Deleted.

(d) In the event that Mortgagor shall sell, transfer, convey or assign the title to all or any portion of the Property, whether by operation of law, voluntarily, or otherwise, or Mortgagor shall contract to do any of the foregoing, Mortgagee, at its option, shall have the unqualified right to accelerate the maturity of the Note causing the full principal balance and accrued interest on the Note to become immediately due and payable without notice to Mortgagor.

(e) Any waiver by Mortgagee of the provisions of this Section shall not be deemed to be a waiver of the right of Mortgagee to insist upon strict compliance with the provisions of this Section in the future.

Section 2.13. Environmental Matters.

(a) Mortgagor hereby represents and warrants to Mortgagee that, with the exception of Permitted Materials, (i) neither Mortgagor nor any of its affiliates or subsidiaries, nor, to the best of Mortgagor's knowledge, any other person or entity, has ever caused or permitted any Hazardous Material to be placed, held, located or disposed of on, under or at the Property or any part thereof; (ii) none of the property described above has ever been used by Mortgagor or any of its affiliates or subsidiaries, or to the best of Mortgagor's knowledge, by any other person or entity, as a treatment, storage or disposal site, whether permanent or temporary, for any Hazardous Material; (iii) there are no above ground or underground storage tanks located on the Property; and (iv) neither Mortgagor nor the Property are subject to any private or governmental lien or judicial or administrative notice or action pending, or to the best of Mortgagor's knowledge, threatened, relating to Hazardous Materials or the environmental condition of the Property.

(b) Mortgagor shall not allow any Hazardous Materials other than Permitted Materials to be stored, located, discharged, possessed, managed, processed or otherwise handled on the Property, and shall comply with all Environmental Laws affecting the Property.

(c) Without limitation on any other provision hereof, Mortgagor hereby agrees to indemnify and hold Mortgagee harmless from and against any and all losses, liabilities, damages, injuries, costs, expenses and claims of any kind whatsoever, including, without

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limitation, any losses, liabilities, damages, injuries, costs, expenses or claims asserted or arising under any Environmental Law, paid, incurred or suffered by or asserted against Mortgagee as a direct or indirect result of any of the following, regardless of whether or not caused by, or within the control of, Mortgagor: (i) the presence of any Hazardous Material on or under, or the escape, seepage, leakage, spillage, discharge, emission, discharging or release of any Hazardous Material from the Property or any part thereof, or (ii) any liens against the Property permitted or imposed by any Environmental Law, or any actual or asserted liability or obligations of Mortgagor or any of its affiliates or subsidiaries under any Environmental Law, or (iii) any actual or asserted liability or obligations of Mortgagee or any of its affiliates or subsidiaries under any Environmental Law relating to the Property.

(d) The representations, warranties, covenants, indemnities and obligations provided for in this Section 2.13 shall be continuing and shall survive the payment, performance, satisfaction, discharge, cancellation, termination, release and foreclosure of this Mortgage; provided, however, that such representations, warranties, covenants, indemnities and obligations shall not apply with respect to Hazardous Materials which are first placed on the Property on or after the date on which Mortgagee or any other party obtains title to and possession of the Property as a result of an exercise by Mortgagee of its remedies under this Mortgage or any of the other Loan Documents or as a result of a conveyance of title to the Property by Mortgagor to Mortgagee or such other party in lieu of such exercise of remedies.

ARTICLE III

LEASES: DECLARATION OF SUBORDINATION TO LEASES

Section 3.1. Leases. Mortgagor agrees (a) that it will not enter into any lease of the Property or any portion thereof without the prior written consent of Mortgagee; (b) that it will at all times duly perform and observe all of the terms, provisions, conditions and agreements on its part to be performed and observed under any and all leases of the Property or any portion thereof, and shall not suffer or permit any Default or Event of Default on the part of the lessor to exist thereunder; (c) that it will not agree or consent to, or suffer or permit, any termination, surrender, modification, amendment or assignment of, or any sublease under, or waive any rights under, any lease of the Property, or any portion thereof; and (d) that, except for security deposits not to exceed one month's rent for any one lessee, it will not collect any rent for more than one month in advance of the date same is due. Unless otherwise approved by Mortgagee, all leases of space in the Property shall be prepared on a lease form approved by Mortgagee. Nothing herein contained shall be deemed to obligate Mortgagee to perform or discharge any obligation, duty or liability of the lessor under any lease of the Property, and Mortgagor shall and does hereby indemnify and hold Mortgagee harmless from any and all liability, loss or damage which Mortgagee may or might incur under any leases of the Property or by reason of the assignment of rents; and any and all such liability, loss or damage incurred by Mortgagee, together with the costs and expenses, including reasonable attorneys fees and expenses, incurred by Mortgagee in the defense of any claims or demands therefor, whether successful or not, shall be so much additional indebtedness secured by this Mortgage, and Mortgagor shall reimburse Mortgagee therefor on demand.

Section 3.2. Declaration of Subordination to Leases. At the option of Mortgagee, this Mortgage shall become subject and subordinate, in whole or in part (but not with respect to priority of entitlement to insurance proceeds or any award in condemnation) to any and all leases and

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subleases of all or any part of the Property upon the execution by Mortgagee and recording thereof, at any time hereafter, in the Office of the Recorder of Deeds of the county wherein the Property are situated, of a unilateral declaration to that effect.

ARTICLE IV

REPRESENTATIONS AND WARRANTIES

Section 4.1. Representations and Warranties. Mortgagor hereby represents and warrants to Mortgagee as follows:

(a) Each of the Loan Documents has been duly authorized, executed and delivered by Mortgagor, and each of the Loan Documents constitutes a valid and legally binding obligation enforceable against Mortgagor. The execution and delivery of the Loan Documents and compliance with the provisions thereof under the circumstances contemplated therein do not and will not conflict with or constitute a breach or violation of or default under any agreement or other instrument to which Mortgagor is a party, or by which he is bound, or to which any of his properties are subject, or any existing law, administrative regulation, court order or consent decree to which he is subject.

(b) There is no litigation or administrative proceeding pending or threatened against Mortgagor. There is no Uniform Commercial Code financing statement on file that names Mortgagor as debtor and covers any of the collateral for the Loan, and there is no judgment or tax lien outstanding against Mortgagor.

(c) All financial statements heretofore and hereafter delivered to Mortgagee by Mortgagor are and will be true and correct in all material respects.

(d) Mortgagor has good and marketable title to the Property, subject only to Permitted Encumbrances.

(e) The Property is taxed as one or more separate tax parcels which do not include any property other than the Property.

(f) Under applicable law, the Property may be mortgaged, conveyed and otherwise dealt with as a separate legal parcel.

(g) The Property does not violate any presently existing governmental regulation with respect thereto, or the Condominium Declaration, if applicable, and the current and anticipated use of the Property complies with all presently existing applicable ordinances, regulations and the Condominium Declaration, if applicable.

(h) True, correct and complete copies of all leases of the Property have been furnished to Mortgagee. Each of such leases is in full force and effect and, except as disclosed to Mortgagee, has not been modified or amended. No rental has been paid under any of such leases for more than one month in advance.

Section 4.2. Continuing Representations and Warranties. The foregoing representations and warranties of Mortgagor shall be continuing and shall survive the execution

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and delivery of this Mortgage, the other Loan Documents and the disbursement of the Loan. In addition, such representations and warranties relating to Hazardous Material shall survive the payment and performance of the obligations of Mortgagor under the Note and the Mortgage.

ARTICLE V

EVENTS OF DEFAULT AND REMEDIES

Section 5.1. Events of Default. Any one or more of the following shall constitute an Event of Default under this Mortgage:

- (a) If Mortgagor fails to make a payment on time and fails to cure such late payment as provided herein or fails to make a payment in the amount due and fails to cure such deficient payment as provided herein; (b) Mortgagee fails to keep the property insured; (c) Mortgagee fails to keep the property taxes paid current; (d) Mortgagee fails to pay, or keep any promise, on any debt or agreement; (e) any other creditor of Maker attempts to collect any debt Maker owes him through court proceedings; (f) Mortgagor dies, is declared incompetent, makes an assignment for the benefit of creditors, or becomes insolvent (either because Mortgagor's liabilities exceed their assets or Mortgagor is unable to pay their debts as they become due); (g) Mortgagor makes any written statement or provides any financial information that is untrue or inaccurate at the time it was provided; (h) Mortgagor does or fails to do something which causes Mortgagee to believe that Mortgagor will have difficulty collecting the amounts owed herein; (i) the property is determined to have environmental defects and or issues; (j) Mortgagor changes their name or assumes an additional name without first notifying Mortgagee before making such a change; (k) the occupancy type changes.

In the event of default in the payment of any installment of the principal and/or interest, or in the event of default in the payment of the lump sum balloon payment due hereunder, a late charge shall be due in the amount of **5%** of the total sum due. Further, if said default is not cured within thirty (30) additional consecutive business days from the default date, the whole unpaid principal and accrued interest shall, at the option of the Payee and Holder hereof, to be exercised at any time thereafter, become due and payable at once, and interest shall accrue on all unpaid principal and accrued and unpaid interest at the rate of **10%** per annum until paid but, in no event, shall the acceleration of the indebtedness exceed the maximum interest rate Payee and Holder is permitted to charge by law. Event of default shall be triggered upon the Mortgagee providing written notice to the Mortgagor that there is an event of default. The date of the notice of default shall control with regards to cure provision dates herein.

Section 5.2. Acceleration Upon Event of Default: Additional Remedies. Upon or at any time after the occurrence of any Event of Default under this Mortgage, Mortgagee may declare the Note and all indebtedness secured by this Mortgage to be due and payable and the same shall thereupon become due and payable without any presentment, demand, protest or notice of any kind. Thereafter Mortgagee may --

- (a) Either in person or by agent, with or without bringing any action or proceeding, if applicable law permits, enter upon and take possession of the Property, or any part thereof, in its own name, and do any acts which it deems necessary or desirable to preserve the value, marketability or rentability of the Property, or any part thereof or interest therein, increase

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the income therefrom or protect the security hereof and, with or without taking possession of the Property, sue for or otherwise collect the rents, issues and profits thereof, including those past due and unpaid, and apply the same to the payment of taxes, insurance premiums and other charges against the Property or in reduction of the indebtedness secured by this Mortgage; and the entering upon and taking possession of the Property, the collection of such rents, issues and profits and the application thereof as aforesaid, shall not cure or waive any Event of Default or notice of Event of Default hereunder or invalidate any act done in response to such Event of Default or pursuant to such notice of Event of Default and, notwithstanding the continuance in possession of the Property or the collection, receipt and application of rents, issues or profits, Mortgagee shall be entitled to exercise every right provided for in this Mortgage or any of the other Loan Documents or by law upon occurrence of any Event of Default; or

(b) Commence an action to foreclose this Mortgage, appoint a receiver, or specifically enforce any of the covenants hereof; or

(c) Sell the Property, or any part thereof, or cause the same to be sold, and convey the same to the purchaser thereof, pursuant to the statute in such case made and provided, and out of the proceeds of such sale retain all of the indebtedness secured by this Mortgage including, without limitation, principal, accrued interest, costs and charges of such sale, the attorneys fees provided by such statute, or in the event of a suit to foreclose by court action, a reasonable attorneys fee, rendering the surplus moneys, if any, to Mortgagor; provided, that in the event of public sale, such property may, at the option of Mortgagee, be sold in one parcel or in several parcels as Mortgagee, in its sole discretion, may elect; or

(d) Exercise any or all of the remedies available to a secured party under the Code and any notice of sale, disposition or other intended action by Mortgagee, sent to Mortgagor at the address specified in Section 6.14 hereof, at least five days prior to such action, shall constitute reasonable notice to Mortgagor; or

(e) Exercise any of the rights and remedies provided for in this Mortgage, in any of the other Loan Documents or by applicable law.

Section 5.3. Foreclosure: Expense of Litigation. When the indebtedness secured by this Mortgage, or any part thereof, shall become due, whether by acceleration or otherwise, Mortgagee shall have the right to foreclose the lien hereof for such indebtedness or part thereof. In any suit to foreclose the lien hereof or enforce any other remedy of Mortgagee under this Mortgage or the Note, there shall be allowed and included as additional indebtedness in the decree for sale or other judgment or decree, all expenditures and expenses which may be paid or incurred by or on behalf of Mortgagee for attorneys fees, appraiser's fees, outlays for documentary and expert evidence, stenographers' charges, publication costs, and costs (which may be estimated as to items to be expended after entry of the decree) of procuring all such abstracts of title, title searches and examinations, title insurance policies, and similar data and assurances with respect to title as Mortgagee may deem reasonably necessary either to prosecute such suit or to evidence to bidders at any sale which may be had pursuant to such decree the true condition of the title to or the value of the Property. All expenditures and expenses of the nature in this Section mentioned, and such expenses and fees as may be incurred in the protection of the Property and the maintenance of the lien of this Mortgage, including the fees of any attorney employed by Mortgagee in any litigation or proceeding affecting this Mortgage, any of the other Loan Documents or the Property, including probate and bankruptcy proceedings, or in preparations for the commencement or defense of any proceeding or threatened suit or proceeding, shall be so much additional indebtedness secured by this Mortgage, immediately due

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and payable, with interest thereon from the date due until paid at the Default Rate. In the event of any foreclosure sale of the Property, the same may be sold in one or more parcels. Mortgagee may be the purchaser at any foreclosure sale of the Property or any part thereof.

Section 5.4. Application of Proceeds of Foreclosure Sale. The proceeds of any foreclosure sale of the Property or of the exercise of any other remedy hereunder shall be distributed and applied in the following order of priority: first, on account of all costs and expenses incident to the foreclosure proceedings or such other remedy, including all such items as are mentioned in Section 5.3 hereof; second, all other items which under the terms hereof constitute indebtedness secured by this Mortgage additional to that evidenced by the Note, with interest thereon as therein provided; third, all principal and interest remaining unpaid on the Note; and fourth, any remainder to Mortgagor, its successors or assigns, as their rights may appear.

Section 5.5. Appointment of Receiver. Upon or at any time after the filing of a complaint to foreclose this Mortgage, the court in which such complaint is filed may appoint a receiver of the Property or any portion thereof. Such appointment may be made either before or after sale, without notice, without regard to the solvency or insolvency of Mortgagor at the time of application for such receiver and without regard to the then value of the Property and Mortgagee or any holder of the Note may be appointed as such receiver. Such receiver shall have power (i) to collect the rents, issues and profits of the Property during the pendency of such foreclosure suit, as well as during any further times when Mortgagor, except for the intervention of such receiver, would be entitled to collect such rents, issues and profits; (ii) to extend or modify any then existing leases and to make new leases, which extension, modifications and new leases may provide for terms to expire, or for options to lessees to extend or renew terms to expire, beyond the maturity date of the indebtedness secured by this Mortgage and beyond the date of the issuance of a deed or deeds to a purchaser or purchasers at a foreclosure sale, it being understood and agreed that any such leases, and the options or other such provisions to be contained therein, shall be binding upon Mortgagor and all persons whose interests in the Property are subject to the lien hereof and upon the purchaser or purchasers at any foreclosure sale, notwithstanding discharge of the indebtedness secured by this Mortgage, satisfaction of any foreclosure judgment, or issuance of any certificate of sale or deed to any purchaser; and (iii) all other powers which may be necessary or are usual in such cases for the protection, possession, control, management and operation of the Property during the whole of said period. The court from time to time may authorize the receiver to apply the net income in his hands in payment in whole or in part of the indebtedness secured by this Mortgage, or found due or secured by any judgment foreclosing this Mortgage, or any tax, special assessment or other lien which may be or become superior to the lien hereof or of such decree, provided such application is made prior to foreclosure sale.

Section 5.6. Insurance After Foreclosure. In case of an insured loss after foreclosure proceedings have been instituted, the proceeds of any insurance policy or policies, if not applied in repairing and restoring the Property, shall be used to pay the amount due in accordance with any judgment of foreclosure that may be entered in any such proceedings, and the balance, if any, shall be paid as the court may direct.

Section 5.7. Remedies Not Exclusive: No Waiver of Remedies.

(a) Mortgagee shall be entitled to enforce payment and performance of any indebtedness or obligations secured hereby and to exercise all rights and powers under this Mortgage or under any of the other Loan Documents or other agreement or any laws now or hereafter in force, notwithstanding that some or all of the said indebtedness and obligations

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secured hereby may now or hereafter be otherwise secured, whether by mortgage, deed of trust, pledge, lien, assignment or otherwise. Neither the acceptance of this Mortgage nor its enforcement, whether by court action or other powers herein contained, shall prejudice or in any manner affect Mortgagee's right to realize upon or enforce any other security now or hereafter held by Mortgagee, it being agreed that Mortgagee shall be entitled to enforce this Mortgage and any other security now or hereafter held by Mortgagee in such order and manner as it may in its absolute discretion determine. No remedy herein conferred upon or reserved to Mortgagee is intended to be exclusive of any other remedy herein or by law provided or permitted, but each shall be cumulative and shall be in addition to every other remedy given hereunder or now or hereafter existing at law or in equity or by statute. Every power or remedy given by any of the Loan Documents to Mortgagee or to which it may be otherwise entitled, may be exercised, concurrently or independently, from time to time and as often as it may be deemed expedient by Mortgagee and Mortgagee may pursue inconsistent remedies. Failure by Mortgagee to exercise any right which it may exercise hereunder, or the acceptance by Mortgagee of partial payments, shall not be deemed a waiver by Mortgagee of any Default or Event of Default hereunder or of its right to exercise any such rights thereafter.

(b) In the event Mortgagee at any time holds additional security for any of the indebtedness secured by this Mortgage, it may enforce the sale thereof or otherwise realize upon the same, at its option, either before or concurrently with exercising remedies under this Mortgage or after a sale is made hereunder.

Section 5.8. No Mortgagee in Possession. Nothing herein contained shall be construed as constituting Mortgagee a mortgagee in possession.

Section 5.9. Waiver of Certain Rights. Mortgagor shall not and will not apply for or avail itself of any appraisal, valuation, stay, extension or exemption laws, or any so-called "Moratorium Laws," now existing or hereafter enacted, in order to prevent or hinder the enforcement or foreclosure of this Mortgage, but rather waives the benefit of such laws. Mortgagor for itself and all who may claim through or under it waives any and all right to have the property and estates comprising the Property marshalled upon any foreclosure of the lien hereof and agrees that any court having jurisdiction to foreclose such lien may order the Property sold as an entirety. Mortgagor hereby waives any and all rights of redemption under any applicable law, including, without limitation, redemption from sale or from or under any order, judgment or decree of foreclosure, pursuant to rights herein granted, on behalf of Mortgagor and all persons beneficially interested therein and each and every person acquiring any interest in or title to the Property subsequent to the date of this Mortgage, and on behalf of all other persons to the extent permitted by the provisions of the laws of the State in which the Property are located.

Section 5.10. Mortgagee's Use of Deposits, if applicable. With respect to any deposits made with or held by Mortgagee or any depository pursuant to any of the provisions of this Mortgage, when any Event of Default shall exist under this Mortgage, the Note or any of the other Loan Documents, Mortgagee may, at its option, without being required to do so, apply any moneys or securities which constitute such deposits on any of the obligations under this Mortgage, the Note or the other Loan Documents, in such order and manner as Mortgagee may elect. When the indebtedness secured hereby has been fully paid, any remaining deposits shall be paid to Mortgagor. Such deposits are hereby pledged as additional security for the prompt payment of the Note and any other indebtedness hereunder and shall be held to be irrevocably applied by the depository for the purposes for which made hereunder and shall not be subject to the direction or control of Mortgagor.

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Section 5.11. Litigation Provisions.

(a) MORTGAGOR CONSENTS AND SUBMITS TO THE JURISDICTION OF ANY STATE OR FEDERAL COURT LOCATED IN CHICAGO, ILLINOIS IN WHICH ANY LEGAL PROCEEDING MAY BE COMMENCED OR PENDING RELATING IN ANY MANNER TO THIS MORTGAGE, THE LOAN OR ANY OF THE OTHER LOAN DOCUMENTS.

(b) MORTGAGOR AGREES THAT PROCESS IN ANY LEGAL PROCEEDING RELATING TO THIS MORTGAGE, THE LOAN OR ANY OF THE OTHER LOAN DOCUMENTS MAY BE SERVED ON MORTGAGOR AT ANY LOCATION.

(c) MORTGAGOR AGREES THAT ANY LEGAL PROCEEDING RELATING TO THIS MORTGAGE, THE LOAN OR ANY OF THE OTHER LOAN DOCUMENTS MAY BE BROUGHT AGAINST MORTGAGOR IN ANY STATE OR FEDERAL COURT LOCATED IN CHICAGO, ILLINOIS. MORTGAGOR WAIVES ANY OBJECTION TO VENUE IN ANY SUCH COURT AND WAIVES ANY RIGHT IT MAY HAVE TO TRANSFER OR CHANGE THE VENUE FROM ANY SUCH COURT.

(d) MORTGAGOR AGREES THAT IT WILL NOT COMMENCE ANY LEGAL PROCEEDING AGAINST MORTGAGEE RELATING IN ANY MANNER TO THIS MORTGAGE, THE LOAN OR ANY OF THE OTHER LOAN DOCUMENTS IN ANY COURT OTHER THAN A STATE OR FEDERAL COURT LOCATED IN CHICAGO, ILLINOIS, OR IF A LEGAL PROCEEDING IS COMMENCED BY MORTGAGEE AGAINST MORTGAGOR IN A COURT IN ANOTHER LOCATION, BY WAY OF A COUNTERCLAIM IN SUCH LEGAL PROCEEDING.

(e) MORTGAGOR HEREBY WAIVES TRIAL BY JURY IN ANY LEGAL PROCEEDING RELATING TO THIS MORTGAGE, THE LOAN OR ANY OF THE OTHER LOAN DOCUMENTS.

ARTICLE V

MISCELLANEOUS

Section 6.1. Recitals. The recitals hereto are hereby incorporated into and made a part of this Mortgage.

Section 6.2. Time of Essence. Time is of the essence of this Mortgage and of each and every provision hereof.

Section 6.3. Usury. Mortgagor hereby represents and covenants that the proceeds of the Note will be used for the purposes specified in subparagraph 1(c) contained in Section 205/4 of Chapter 815 of the Illinois Compiled Statutes, as amended, and that the indebtedness secured hereby constitutes a "business loan" within the meaning of that Section.

Section 6.4. Lien for Service Charges and Expenses. At all times, regardless of whether any loan proceeds have been disbursed, this Mortgage secures, in addition to any loan proceeds disbursed from time to time, the payment of any and all origination fees, loan commissions, service charges, liquidated damages, expense and advances due to or incurred by Mortgagee in connection with the loan to be secured hereby, all in accordance with this Mortgage and the other Loan Documents.

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Section 6.5. Subrogation. To the extent that proceeds of the indebtedness secured by this Mortgage are used to pay any outstanding lien, charge or prior encumbrance against the Property, Mortgagee shall be subrogated to any and all rights and liens owned by any owner or holder of such outstanding liens, charges and prior encumbrances, and shall have the benefit of the priority thereof, irrespective of whether said liens, charges or encumbrances are released.

Section 6.6. Fees, Costs and Expenses; Indemnification. Mortgagor shall pay all costs, expenses and fees incurred by Mortgagee arising out of or incurred in connection with any of the transactions contemplated hereby and, without limiting the generality of the foregoing, shall pay all taxes, filing and recording expenses, the fees and expenses of counsel to Mortgagee in connection with the preparation of the Loan Documents and other matters related to the Loan, including, without limitation, the preparation of documents and other matters related to any modification of the Loan, the cost of appraisals and environmental site assessments, and reasonable attorneys fees and court costs incurred by Mortgagee or any other Mortgagee participating in the Loan in connection with the enforcement of this Mortgage, the other Loan Documents and other documents contemplated hereby or arising out of claims or actions brought or filed by or against Mortgagee arising out of the transactions contemplated by this Mortgage. If Mortgagor shall fail to pay any of the foregoing, Mortgagee may pay the same, and amounts so expended shall constitute an additional amount due under this Mortgage and secured hereby, but such payment by Mortgagee shall not cure any Default or Event of Default hereunder. Mortgagor hereby indemnifies and agrees to save Mortgagee and its directors, officers, employees and agents harmless from and against any and all costs, expenses, judgments, awards and liabilities incurred by them in connection with the transactions contemplated hereby, whether or not arising from a claim by a third party.

Section 6.7. Recording; Fixture Filing. Mortgagor shall cause this Mortgage and all other documents securing the indebtedness secured by this Mortgage at all times to be properly filed and/or recorded at Mortgagor's own expense and in such manner and in such places as may be required by law in order to fully preserve and protect the rights of Mortgagee. This Mortgage is intended to be effective, from the date of recording of this Mortgage in the Office of the Recorder of Deeds of the county in which the Property are located, as a financing statement filed as a fixture filing pursuant to Section 9-502(c) of the Code.

Section 6.8. Further Assurances. Mortgagor will do, execute, acknowledge and deliver all and every further acts, deeds, conveyances, transfers and assurances necessary or advisable, in the judgment of Mortgagee, for the better assuring, conveying, mortgaging, assigning and confirming unto Mortgagee all property mortgaged hereby or property intended so to be, whether now owned by Mortgagor or hereafter acquired.

Section 6.9. No Defenses. No action for the enforcement of the lien or any provision hereof shall be subject to any defense which would not be good and available to the party interposing the same in an action at law upon the Note.

Section 6.10. Invalidity of Certain Provisions. If the lien of this Mortgage is invalid or unenforceable as to any part of the indebtedness secured by this Mortgage, or if such lien is invalid or unenforceable as to any part of the Property, the unsecured or partially secured portion of the indebtedness secured by this Mortgage shall be completely paid prior to the payment of the remaining and secured or partially secured portion thereof, and all payments made on the indebtedness secured by this Mortgage, whether voluntary or under foreclosure or other enforcement action or procedure, shall be considered to have been first paid on and applied to

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the full payment of that portion thereof which is not secured or fully secured by the lien of this Mortgage.

Section 6.11. Illegality of Terms. Nothing herein or in the Note contained nor any transaction related thereto shall be construed or shall so operate either presently or prospectively, (i) to require Mortgagor to pay interest at a rate greater than is now lawful in such case to contract for, but shall require payment of interest only to the extent of such lawful rate, or (ii) to require Mortgagor to make any payment or do any act contrary to law. If any provision contained in this Mortgage shall otherwise so operate to invalidate this Mortgage, in whole or in part, then such provision only shall be held for naught as though not herein contained and the remainder of this Mortgage shall remain operative and in full force and effect, and Mortgagee shall be given a reasonable time to correct any such error.

Section 6.12. Mortgagee's Right to Deal with Transferee. In the event of the voluntary sale, or transfer by operation of law, or otherwise, of all or any part of the Property, Mortgagee is hereby authorized and empowered to deal with such vendee or transferee with reference to the Property, or the debt secured hereby, or with reference to any of the terms or conditions hereof, as fully and to the same extent as it might with Mortgagor, without in any way releasing or discharging Mortgagor from the covenants and/or undertakings hereunder, specifically including Section 2.13(d) hereof, and without Mortgagee waiving its rights to accelerate the Note as set forth in Section 2.13(d).

Section 6.13. Intentionally Deleted.

Section 6.14. Notices. All notices and other communications provided for in this Mortgage ("**Notices**") shall be in writing. The "**Notice Addresses**" of the parties for purposes of this Mortgage are as follows:

Mortgagor:	Erica Duffy 2425 W. 14 th Street Suite B Chicago, Illinois 60608 An individual and as Owner of Ambassador Properties One, LLC.
Mortgagee:	Brandon Werlin 219 Whistle Stop Road Pittsford, NY 14534

or such other address as a party may designate by notice duly given in accordance with this Section to the other parties. A Notice to a party shall be effective when delivered to such party's Notice Address by any means, including, without limitation, personal delivery by the party giving the Notice, delivery by United States regular, certified or registered mail, or delivery by a commercial courier or delivery service. If the Notice Address of a party includes a facsimile number or electronic mail address, Notice given by facsimile or electronic mail shall be effective when delivered at such facsimile number or email address. If delivery of a Notice is refused, it shall be deemed to have been delivered at the time of such refusal of delivery. The party giving a Notice shall have the burden of establishing the fact and date of delivery or refusal of delivery of a Notice.

Section 6.15. Binding Effect. This Mortgage and each and every covenant, agreement and other provision hereof shall be binding upon Mortgagor and its successors and assigns,

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of this Mortgage. Where the context so requires, words used in the singular shall include the plural and vice versa.

**[SIGNATURE PAGE(S) AND EXHIBIT(S),
IF ANY, FOLLOW THIS PAGE]**

IN WITNESS WHEREOF, Mortgagor has caused this instrument to be executed as of the date first above written.

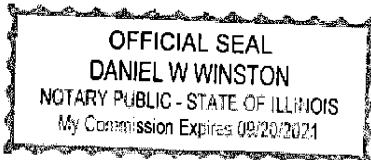
MORTGAGOR:

Erica Duffy

By: Erica Duffy
An individual and as Owner of Ambassador
Properties One, LLC.

STATE OF ILLINOIS)
)
COUNTY OF COOK) SS

The foregoing instrument was acknowledged before me this 22 day of March, 2021, by Erica Duffy.



Daniel W. Winston

Printed Name: Daniel W. Winston
Notary Public

Property of Cook County Office

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including, without limitation, each and every from time to time record owner of the Property or any other person having an interest therein, and shall inure to the benefit of Mortgagee and its successors and assigns. Wherever herein Mortgagee is referred to, such reference shall be deemed to include the holder from time to time of the Note, whether so expressed or not; and each such holder of the Note shall have and enjoy all of the rights, privileges, powers, options and benefits afforded hereby and hereunder, and may enforce all and every of the terms and provisions hereof, as fully and to the same extent and with the same effect as if such from time to time holder were herein by name specifically granted such rights, privileges, powers, options and benefits and was herein by name designated Mortgagee.

Section 6.16. Covenants to Run with the Land. All the covenants hereof shall run with the land.

Section 6.17. Entire Agreement: No Reliance. This Mortgage sets forth all of the covenants, promises, agreements, conditions and understandings of the parties relating to the subject matter of this Mortgage, and there are no covenants, promises, agreements, conditions or understandings, either oral or written, between them relating to the subject matter of this Mortgage other than as are herein set forth. Mortgagor acknowledges that it is executing this Mortgage without relying on any statements, representations or warranties, either oral or written, that are not expressly set forth herein.

Section 6.18. Governing Law; Severability; Modification. This Mortgage shall be governed by the laws of the State of Illinois. In the event that any provision or clause of this Mortgage conflicts with applicable laws, such conflicts shall not affect other provisions hereof which can be given effect without the conflicting provision, and to this end the provisions of this Mortgage are declared to be severable. This Mortgage and each provision hereof may be modified, amended, changed, altered, waived, terminated or discharged only by a written instrument signed by the party sought to be bound by such modification, amendment, change, alteration, waiver, termination or discharge.

Section 6.19. Meanings. Wherever in this Mortgage the context requires or permits, the singular shall include the plural, the plural shall include the singular and the masculine, feminine and neuter shall be freely interchangeable.

Section 6.20. Captions. The captions or headings at the beginning of each Article and Section hereof are for the convenience of the parties and are not a part of this Mortgage.

Section 6.21. Approval or Consent of Mortgagee. Wherever in this Mortgage provision is made for the approval or consent of Mortgagee, or that any matter is to be to Mortgagee's satisfaction, or that any matter is to be as estimated or determined by Mortgagee, or the like, unless specifically stated to the contrary, such approval, consent, satisfaction, estimate, determination or the like shall be made, given or determined by Mortgagee in its sole and absolute discretion.

Section 6.22. Construction and Interpretation. Mortgagor and Mortgagee, and their respective legal counsel, have participated in the drafting of this Mortgage, and accordingly the general rule of construction to the effect that any ambiguities in a contract are to be resolved against the party drafting the contract shall not be employed in the construction and interpretation

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EXHIBIT A

LEGAL DESCRIPTION OF THE PROPERTY

PARCEL 1:

UNIT B IN THE 2425 OFFICE CONDOMINIUM, AS DELINEATED ON A SURVEY OF THE FOLLOWING DESCRIBED ESTATE:

THOSE PARTS OF LOTS 11, 12 AND 13 IN ANNA PRICE'S RESUBDIVISION OF LOTS 20 TO 28, IN DESTABILES RESUBDIVISION OF PART OF LOT 9 AND THE NORTH PART OF LOT 1 IN OGDEN'S RESUBDIVISION OF THE EAST 1/2 OF THE NORTHEAST 1/4 OF SECTION 24, TOWNSHIP 39 NORTH, RANGE 13, EAST OF THE THIRD PRINCIPAL MERIDIAN, LYING SOUTH OF A LINE OF CHICAGO AND ST. CHARLES AIR LINE RAILROAD, DESCRIBED AS FOLLOWS: COMMENCING AT A POINT IN THE NORTH LINE OF SAID LOT 11, WHICH IS 8/10TH OF A FOOT WEST OF THE NORTHEAST CORNER THEREOF; THENCE SOUTH IN A LINE, WHICH INTERSECTS THE SOUTH LINE OF SAID LOT 11 AT A POINT 1.5 FEET WEST OF THE SOUTHEAST CORNER OF LOT 11 FOR A DISTANCE OF 120.44 FEET; THENCE WEST FOR A DISTANCE OF 68.61 FEET TO A POINT IN A LINE 30.00 FEET EAST OF AND PARALLEL WITH THE WEST LINE OF LOT 14 IN ANNA PRICE'S RESUBDIVISION AFORESAID; THENCE NORTH IN SAID PARALLEL LINE FOR A DISTANCE OF 120.76 FEET TO A POINT OF INTERSECTION WITH THE NORTH LINE OF SAID LOT 13; THENCE EAST ON THE NORTH LINE OF SAID LOTS FOR A DISTANCE OF 69.20 FEET TO THE PLACE OF BEGINNING, IN COOK COUNTY, ILLINOIS;

AND ALSO,

THAT PART OF LOTS 11, 12, 13 AND 14 (TAKEN AS A TRACT), DESCRIBED AS FOLLOWS: COMMENCING AT THE NORTHWEST CORNER OF SAID LOT 14; THENCE EAST ALONG THE NORTH LINE OF SAID LOTS, A DISTANCE OF 30.0 FEET; THENCE SOUTH ON A LINE 30.00 FEET EAST OF AND PARALLEL WITH THE WEST LINE OF SAID LOT 14 FOR A DISTANCE OF 120.76 FEET; THENCE EAST TO A POINT WHICH IS 0.69 OF A FOOT WEST OF THE EAST LINE OF SAID LOT 11 AND 120.44 FEET SOUTH OF THE NORTH LINE OF SAID LOT, (AS MEASURED PARALLEL WITH SAID EAST LINE); THENCE SOUTH TO A POINT ON THE SOUTH LINE OF SAID LOT 11, A DISTANCE OF 0.59 OF A FOOT WEST OF THE SOUTHEAST CORNER THEREOF; THENCE WEST ALONG THE SOUTH LINE OF SAID LOTS TO THE SOUTHWEST CORNER OF SAID LOT 14; THENCE NORTH ALONG THE WEST LINE THEREOF TO THE POINT OF BEGINNING, ALL IN ANNA PRICE'S RESUBDIVISION OF LOTS 20 TO 28, INCLUSIVE IN DESTABILES' RESUBDIVISION OF PART OF LOT 9 AND NORTH PART OF LOT 1 OF OGDEN'S FIRST SUBDIVISION OF THE EAST 1/2 OF THE NORTHEAST 1/4 OF SECTION 24, TOWNSHIP 39 NORTH, RANGE 13, EAST OF THE THIRD PRINCIPAL MERIDIAN, LYING SOUTH OF THE LINE OF THE CHICAGO ST. CHARLES AIR LINE RAILROAD, IN COOK COUNTY, ILLINOIS;

WHICH SURVEY IS ATTACHED AS EXHIBIT "B" TO THE DECLARATION OF CONDOMINIUM RECORDED OCTOBER 24, 2005 AS DOCUMENT 0529745091, AND AS AMENDED FROM TIME TO TIME, TOGETHER WITH ITS UNDIVIDED PERCENTAGE INTEREST IN THE COMMON ELEMENTS, ALL IN COOK COUNTY, ILLINOIS.

PARCEL 2:

THE EXCLUSIVE RIGHT OF THE USE OF PARKING SPACES P2 AND P5, LIMITED COMMON ELEMENT AS DELINEATED ON THE SURVEY ATTACHED TO THE DECLARATION AFORESAID RECORDED OCTOBER 24, 2005 AS DOCUMENT 0529745091, AS AMENDED FROM TIME TO TIME, IN COOK COUNTY, ILLINOIS.

UNOFFICIAL COPY**EXHIBIT B****DISCOUNT SCHEDULE FOR EARLY PAYOFF**

Date	Loan Amount	Principal Payment	Principal Paid To Date	Early Pay Discount	Early Lump Sum Pay Amount
6/1/2021	\$300,000.00	\$5,000.00	\$5,000.00	\$75,000.00	\$225,000
7/1/2021	\$295,000.00	\$5,000.00	\$10,000.00		
8/1/2021	\$290,000.00	\$5,000.00	\$15,000.00		
9/1/2021	\$285,000.00	\$5,000.00	\$20,000.00		
10/1/2021	\$280,000.00	\$5,000.00	\$25,000.00		
11/1/2021	\$275,000.00	\$5,000.00	\$30,000.00		
12/1/2021	\$270,000.00	\$5,000.00	\$35,000.00	\$65,000.00	\$200,000
1/1/2022	\$265,000.00	\$5,000.00	\$40,000.00		
2/1/2022	\$260,000.00	\$5,000.00	\$45,000.00		
3/1/2022	\$255,000.00	\$5,000.00	\$50,000.00		
4/1/2022	\$250,000.00	\$5,000.00	\$55,000.00		
5/1/2022	\$245,000.00	\$5,000.00	\$60,000.00		
6/1/2022	\$240,000.00	\$5,000.00	\$65,000.00	\$55,000.00	\$180,000
7/1/2022	\$235,000.00	\$5,000.00	\$70,000.00		
8/1/2022	\$230,000.00	\$5,000.00	\$75,000.00		
9/1/2022	\$225,000.00	\$5,000.00	\$80,000.00		
10/1/2022	\$220,000.00	\$5,000.00	\$85,000.00		
11/1/2022	\$215,000.00	\$5,000.00	\$90,000.00		
12/1/2022	\$210,000.00	\$5,000.00	\$95,000.00	\$45,000.00	\$160,000
1/1/2023	\$205,000.00	\$5,000.00	\$100,000.00		
2/1/2023	\$200,000.00	\$5,000.00	\$105,000.00		
3/1/2023	\$195,000.00	\$5,000.00	\$110,000.00		
4/1/2023	\$190,000.00	\$5,000.00	\$115,000.00		
5/1/2023	\$185,000.00	\$5,000.00	\$120,000.00		
6/1/2023	\$180,000.00	\$5,000.00	\$125,000.00	\$35,000.00	\$140,000
7/1/2023	\$175,000.00	\$5,000.00	\$130,000.00		
8/1/2023	\$170,000.00	\$5,000.00	\$135,000.00		
9/1/2023	\$165,000.00	\$5,000.00	\$140,000.00		
10/1/2023	\$160,000.00	\$5,000.00	\$145,000.00		
11/1/2023	\$155,000.00	\$5,000.00	\$150,000.00		
12/1/2023	\$150,000.00	\$5,000.00	\$155,000.00	\$35,000.00	\$120,000
1/1/2024	\$145,000.00	\$5,000.00	\$160,000.00		
2/1/2024	\$140,000.00	\$5,000.00	\$165,000.00		
3/1/2024	\$135,000.00	\$5,000.00	\$170,000.00		
4/1/2024	\$130,000.00	\$5,000.00	\$175,000.00		
5/1/2024	\$125,000.00	\$5,000.00	\$180,000.00		
6/1/2024	\$120,000.00	\$5,000.00	\$185,000.00	\$15,000.00	\$100,000
7/1/2024	\$115,000.00	\$5,000.00	\$190,000.00		
8/1/2024	\$110,000.00	\$5,000.00	\$195,000.00		
9/1/2024	\$105,000.00	\$5,000.00	\$200,000.00		
10/1/2024	\$100,000.00	\$5,000.00	\$205,000.00		
11/1/2024	\$95,000.00	\$5,000.00	\$210,000.00		
12/1/2024	\$90,000.00	\$5,000.00	\$215,000.00		
1/1/2025	\$85,000.00	\$5,000.00	\$220,000.00		
2/1/2025	\$80,000.00	\$5,000.00	\$225,000.00		
3/1/2025	\$75,000.00	\$5,000.00	\$230,000.00		
4/1/2025	\$70,000.00	\$5,000.00	\$235,000.00		
5/1/2025	\$65,000.00	\$5,000.00	\$240,000.00		
6/1/2025	\$60,000.00	\$5,000.00	\$245,000.00		
7/1/2025	\$55,000.00	\$5,000.00	\$250,000.00		
8/1/2025	\$50,000.00	\$5,000.00	\$255,000.00		
9/1/2025	\$45,000.00	\$5,000.00	\$260,000.00		
10/1/2025	\$40,000.00	\$5,000.00	\$265,000.00		
11/1/2025	\$35,000.00	\$5,000.00	\$270,000.00		

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12/1/2025	\$30,000.00	\$5,000.00	\$275,000.00		
1/1/2026	\$25,000.00	\$5,000.00	\$280,000.00		
2/1/2026	\$20,000.00	\$5,000.00	\$285,000.00		
3/1/2026	\$15,000.00	\$5,000.00	\$290,000.00		
4/1/2026	\$10,000.00	\$5,000.00	\$295,000.00		
5/1/2026	\$5,000.00	\$5,000.00	\$300,000.00		
	Total	\$300,000.00			

Property of Cook County Clerk's Office