

UNOFFICIAL COPY

Land Trust Form 3 87532572

THIS MORTGAGE IS A SECOND MORTGAGE

MORTGAGE

COOK COUNTY, ILLINOIS
FILED FOR RECORD

THIS INDENTURE, made September 4th 1987, between Harris Trust & Savings BANK
111 W. Monroe
Chicago, Illinois 60603

1987 SEP 26 PM 12:56

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(NO. AND STREET) (CITY) (STATE)
not personally but as Trustee under a Trust Agreement dated 5-3-83 and known as Trust Number 42223 ("Trust Agreement") herein referred to as "Mortgagor", and STATE NATIONAL BANK, 1603 Orrington Avenue, Evanston, Illinois, herein referred to as "Mortgagee", witnesseth:

Above Space For Recorder's Use Only

THAT WHEREAS the Mortgagor is justly indebted to the Mortgagee upon an installment note of even date herewith ("Note"), in the maximum principal sum of One hundred thousand and no/100 (100,000.00)

DOLLARS (\$ 100,000.00), payable to the order of and delivered to the Mortgagee, in and by which Note the Mortgagor and others promise to pay the said principal sum and interest as follows: principal and interest (applied first to accrued interest, then to principal) is due monthly in the full amount of principal and interest outstanding or, at the option of Mortgagee, in the minimum amount of the greater of two percent (2%) of the amount of principal and interest outstanding, all accrued interest outstanding or \$100.00, with the entire balance of principal and interest due five (5) years from the date hereof, with interest accruing on the principal balance outstanding from time to time at the rate per annum referred to herein and in the Note as the "Loan Rate", which is the "Prime Rate" (described below) plus whichever of the following percentages is then applicable (such percentages being adjusted as and when changed): (i) 2.00 percent (2.00%) during periods that the principal balance is less than \$15,000; (ii) one percent (1.00%) during periods that the principal balance is \$15,000 or greater but less than \$25,000; and (iii) zero percent (0.00%) during periods that the principal balance is \$25,000 or greater, with the term Prime Rate being the rate of interest described as such in the "Money Rates" section of *The Wall Street Journal* adjusted quarterly, and all of said principal and interest is made payable at such place as the Mortgagee may, from time to time, in writing appoint, and in absence of such appointment, then at the office of the Mortgagee.

THAT WHEREAS the aforementioned Note and this Mortgage have been issued pursuant to a Credit Agreement ("Credit Agreement") dated August 3, 1987 by the beneficiaries under the aforementioned Trust Agreement to Mortgagee and principal indebtedness under the aforementioned Note represents loans or advances from time to time made under the Credit Agreement by Mortgagee to or for the account of Mortgagor and other parties to the Note.

NOW, THEREFORE, the Mortgagor to secure the payment of the said principal sum of money and said interest. In accordance with the terms, provisions and limitations of this Mortgage, the Credit Agreement and the Note (and any extensions or renewals thereof), and the performance of the covenants and agreements contained herein and in the Credit Agreement, and also in consideration of the sum of One Dollar in hand paid, the receipt of which is hereby acknowledged, does by these presents MORTGAGE AND WARRANT unto the Mortgagee and the Mortgagee's successors and assigns, the following described Real Estate and all of its estate, right, title and interest therein, situate, lying and being in the Village of Northbrook, COUNTY OF Cook, AND STATE OF ILLINOIS, to wit:

Lot 81 of Wildebrook on the Green being a Subdivision of part of the Northeast 1/4 of Section 7 and part of the West 1/2 of Section 8 all in Township 42 North, Range 12 East of the Third Principal Meridian, in Cook County, Illinois.

Permanent Real Estate Index Number: 04-07-213-007

(3626 PEARLE BEACH, NORTHBROOK, IL, 60062)

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which, with the property hereinafter described, is referred to herein as the "premises". TOGETHER with all improvements, tenements, easements, fixtures, and appurtenances thereto belonging, and all rents, issues and profits thereof for so long and during all such times as Mortgagor may be entitled thereto (which are pledged primarily and on a parity with said real estate and not secondarily) and all apparatus, equipment or articles now or hereafter therein or thereon used to supply heat, gas, air conditioning, water, light, power, refrigeration (whether single units or centrally controlled), and ventilation, including (without restricting the foregoing), screens, window shades, storm doors and windows, floor coverings, inador beds, awnings, stoves and water heaters. All of the foregoing are declared to be a part of said real estate whether physically attached thereto or not, and it is agreed that all similar apparatus, equipment or articles hereafter placed in the premises by Mortgagor or its successors or assigns shall be considered as constituting part of the real estate.

TO HAVE AND TO HOLD the premises unto the Mortgagee, and the Mortgagee's successors and assigns, forever, for the purposes, and to use herein set forth, free from all rights and benefits under and by virtue of the Homestead Exemption Laws of the State of Illinois, which said rights and benefits the Mortgagee does hereby expressly release and waive.

THIS MORTGAGE is subject to the following described first mortgage or trust deed (hereinafter "First Mortgage": the holder thereof being hereinafter referred to as the "First Mortgagee"):

Citicorp Homeowners, Inc.

THIS MORTGAGE secures not only existing indebtedness but also future advances under the aforementioned Note and Credit Agreement made within twenty (20) years from the date hereof to the same extent as if said advances were made on the date hereof although there may be no advance on the date hereof and although there may be no indebtedness outstanding at the time any advance is made.

THE MORTGAGOR HEREBY COVENANTS AND AGREES AS FOLLOWS:

1. Mortgagor shall pay when due all indebtedness, including principal and interest, under the Note and Credit Agreement and any other indebtedness secured hereunder and shall duly and punctually perform and observe all of the terms, provisions, conditions, covenants and agreements on the Mortgagor's part to be performed or observed as provided herein, in the Note and in the Credit Agreement and this Mortgage shall secure such payment, performance and observance.

2. Mortgagor shall (a) promptly repair, restore or rebuild any buildings or improvements now or hereafter on the premises which may become damaged or be destroyed; (b) keep said premises in good condition and repair, without waste, and free from mechanics' or other liens or claims for lien (except for this Mortgage and the First Mortgage); (c) pay when due any indebtedness which may be secured by a lien or charge on the premises (no such lien or charge being permitted except for this Mortgage and the First Mortgage); (d) complete within a reasonable time any building or buildings now or at any time in process of erection upon said premises; (e) comply with all requirements of law or municipal ordinances with respect to the premises and the use thereof; (f) make no material alterations in said premises except as required by law or municipal ordinance; (g) comply in all respects with the terms and conditions of the Credit Agreement; and (h) comply in all respects with the terms and provisions of the First Mortgage.

3. Mortgagor shall pay before any penalty attaches all general taxes, and shall pay special taxes, special assessments, water charges, sewer service charges, and other charges against the premises when due, and shall, upon written request, furnish to the Mortgagee duplicate receipts therefor. To prevent default hereunder, Mortgagor shall pay in full under protest, in the manner provided by statute, any tax or assessment which Mortgagor may desire to contest.

4. Mortgagor shall keep all buildings and improvements now or hereafter situated on said premises insured against loss or damage by fire, lightning and windstorm under policies providing for payment by the insurance companies of moneys sufficient either to pay the cost of replacing or repairing the same or to pay in full the indebtedness secured hereby and any indebtedness superior hereto under the First Mortgage, all in companies reasonably satisfactory to the Mortgagee and the First Mortgagee, under insurance policies payable, in case of loss or damage, to Mortgagee and First Mortgagee as their interests shall appear, to be evidenced by the standard mortgage clause to be attached to each policy (providing that the same shall not be terminated except upon ten (10) days prior written notice to Mortgagee) and shall deliver all policies, including additional and renewal policies, to the Mortgagee, and in case of insurance about to expire, shall deliver renewal policies not less than ten (10) days prior to the respective dates of expiration.

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RE TITLE AGENCY ORDER

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5. In case of default thereof by Mortgagor, Mortgagee may, but need not, make any payment or perform any act hereinafter required of Mortgagor in any form and manner deemed expedient, and may, but need not, make full or partial payments of principal or interest or prior encumbrances, if any, including, without limitation, the First Mortgage and purchase, discharge, compromise or settle any tax lien or other prior lien or title or claim thereof, or redeem from any tax sale or forfeiture affecting said premises or contest any tax or assessment. All moneys paid for any of the purposes herein authorized and all expenses paid or incurred in connection therewith, including attorneys' fees, and any other moneys advanced by Mortgagee to protect the premises and the lien hereof, shall be so much additional indebtedness secured hereby and shall become immediately due and payable without notice and with interest thereon at the Loan Rate. Inaction of Mortgagee shall never be considered as a waiver of any right accruing to the Mortgagee on account of any default hereunder on the part of the Mortgagor.

6. The Mortgagee making any payment hereby authorized, relating to taxes or assessments, may do so according to any bill, statement or estimate procured from the appropriate public office without inquiry into the accuracy of such bill, statement or estimate or into the validity of any tax, assessment, sale, forfeiture, tax lien or title or claim thereof.

7. Mortgagor shall pay each item of indebtedness secured hereunder, both principal and interest, when due according to the terms hereof and of the Note and the Credit Agreement. At the option of the Mortgagee, demand or presentment to Mortgagor, all unpaid indebtedness secured by this Mortgage shall, notwithstanding anything in the Note or in this Mortgage to the contrary, become due and payable immediately (a) if there shall occur a default in payment of any installment of principal or interest under the Note within fifteen (15) days of the due date therein provided; or (b) if a breach of any representation or warranty of Mortgagor herein contained shall occur; or (c) if a default shall occur and continue for three days in the performance of any other covenant or agreement of the Mortgagor herein contained; or (d) if there shall occur an "Event of Default" as defined in the Note; or (e) if there shall occur a "Default" as defined in the Credit Agreement.

8. When the indebtedness hereby secured shall become due, whether by acceleration or otherwise, Mortgagee shall have the right to foreclose the lien hereof. In any suit to foreclose the lien hereof, there shall be allowed and included as additional indebtedness in the decree for sale 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, Torrens certificates, and similar data and assurances, with respect to title as Mortgagee may deem to be 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 premises. All expenditures and expenses of the nature in this paragraph mentioned shall become so much additional indebtedness secured hereby and immediately due and payable, with interest thereon at the Loan Rate, when paid or incurred by Mortgagee in connection with (a) any proceeding, including probate and bankruptcy proceedings, to which the Mortgagee shall be a party, either as plaintiff, claimant or defendant, by reason of this Mortgage or any indebtedness hereby secured; or (b) preparation for the commencement of any suit for the foreclosure hereof after accrual of such right to foreclose whether or not actually commenced; or (c) preparations for the defense of any actual or threatened suit or proceeding which might affect the premises or the security hereof.

9. Subject to any prior rights of the First Mortgagee, the proceeds of any foreclosure sale of the premises shall be distributed and applied in the following order of priority: First, on account of all costs and expenses incident to the foreclosure proceedings, including all such items as are mentioned in the preceding paragraph hereof; second, all other items which under the terms of the mortgage secured indebtedness additional to that evidenced by the Note, with interest thereon as herein provided; third, all principal and interest remaining unpaid on the Note and Credit Agreement; fourth, any surplus to Mortgagor or its assigns, as their rights may appear.

10. 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 said premises. 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 lien value of the premises or whether the same shall be then occupied as a homestead or not, and the Mortgagee may be appointed as such receiver. Such receiver shall have power to collect the rents, issues and profits of said premises during the pendency of such foreclosure suit and, in case of a sale and a deficiency, during the full statutory period of redemption; if any, whether there be redemption or not, 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, and all other powers which may be necessary or are usual in such cases for the protection, possession, control, management and operation of the premises 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: (a) The indebtedness secured hereby, or by any decree 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; and (b) the deficiency in case of a sale and deficiency.

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

12. The Mortgagee shall have the right to inspect the premises at all reasonable times and access thereto shall be permitted for that purpose.

13. If the payment of the indebtedness secured hereby or any part thereof be extended or varied or if any part of the security be released, all persons now or at any time hereafter liable therefor, or interested in said premises, shall be held to assent to such extension, variation or release, and their liability and the lien and all provisions hereof shall continue in full force, the right of recourse against all such persons being expressly reserved by the Mortgagee, notwithstanding such extension, variation or release.

14. Under the Credit Agreement, Mortgagee has agreed to cause this Mortgage to be released at its expense (including recording fees and otherwise) upon the request of Mortgagor whenever this Mortgage no longer secures any indebtedness under the Note or Credit Agreement.

15. Mortgagor agrees that it shall not cause, suffer or allow the conveyance, sale, lease, exchange, mortgage (other than this Mortgage or the First Mortgage), encumbrance (without limitation, mechanic's liens), attachment or other transfer or disposition of the premises or any part thereof, whether voluntary or involuntary by operation of law, without the prior written consent of Mortgagee and any such unpermitted transfer or other disposition shall constitute a default hereunder and, as provided herein, Mortgagee may thereupon without notice, demand or presentment to Mortgagor declare all indebtedness secured hereunder to be immediately due and payable and may foreclose therefor. For purposes of this Paragraph 15, the term "premises" shall also include the beneficial interest and power of direction under the aforementioned Trust Agreement.

16. This Mortgage and all provisions hereof, shall extend to and be binding upon Mortgagor, and all persons claiming under or through Mortgagor, and the word "Mortgagor" wherever herein shall include all such persons and all persons liable for the payment of the Note or interest or any part thereof, whether or not such persons shall have executed the Note, the Credit Agreement or this Mortgage. The word "Mortgagee" when used herein shall include the successors and assigns of the Mortgagee named herein and the holder or holders, from time to time, of the Note secured hereby.

17. This Mortgage is executed by Mortgagor, not personally but as trustee under the aforementioned Trust Agreement, in the exercise of the power and authority conferred upon and vested in it as such trustee (and Mortgagor hereby warrants that it possesses full power and authority to execute this instrument), and it is expressly understood and agreed that nothing herein or in the Note contained shall be construed as creating any liability on the part of Mortgagor personally to pay the Note, which, except as provided below, is payable only out of the premises described herein and securing the payment of the Note by enforcement of the provisions contained in this Mortgage. No personal liability shall be enforceable against the Mortgagor because of or in respect of this Mortgage or any covenant (either express or implied) contained herein or in the Note, all such liability, if any, being expressly waived by each taker and holder hereof, provided, however, nothing in this Mortgage or in the Note contained shall modify or discharge the personal liability for the payment of the Note or any indebtedness arising under the Note or under the Credit Agreement expressly assumed by any person other than said Mortgagor, whether as maker, endorser or guarantor of the Note or otherwise. Each original and successive holder of this Mortgage and the Note accepts the same upon the express condition that no duty shall rest upon the undersigned Mortgagor to sequester the rents, issues and profits arising from the premises described herein, or the proceeds arising from the sale or other disposition thereof, but in case of default in the payment of the Note or any installment thereof, or any other default described herein or therein the sole remedy of the holder of the Note shall be foreclosure of this Mortgage in accordance with the terms and provisions hereof or action to enforce the personal liability for the payment of the Note of any person other than the Mortgagor, whether as maker, endorser or guarantor of the Note or otherwise, or any combination thereof.

HARRIS TRUST AND SAVINGS BANK

trustee as aforesaid and not personally

By: *[Signature]*

Its VICE President

Attest: *[Signature]*

Its ASST Secretary

State of Illinois)
County of Cook)

I, the undersigned, a Notary Public in and for said County in the State aforesaid, do hereby certify that Herman A. Kole and Kenneth E. Plekut of the aforesaid corporation, personally known to me to be the same persons whose names are subscribed to the foregoing instrument as such Vice President and Assistant Secretary respectively, of said corporation, appeared before me this day and acknowledged that they signed and delivered the said instrument as their own free and voluntary act and as the free and voluntary act of said corporation, as trustee as aforesaid, for the uses and purposes therein set forth and the said Assistant Secretary then and there acknowledged that, he as custodian of the corporate seal of said corporation, did affix the corporate seal of said corporation to said instrument as his own free and voluntary act and as the free and voluntary act of said corporation, as trustee as aforesaid, for the uses and purposes therein set forth.

Given under my hand and official seal this 9th day of September, 1987

Commission expires March 6, 1988 *[Signature]*
Notary Public

This instrument was prepared by: Janet Landa, State National Bank
(NAME)

1603 Orrington Ave. Evanston, Illinois 60204
(CITY) (STATE) (ZIP CODE)

Mail this instrument to: State National Bank
(NAME)

1603 Orrington Ave. Evanston, Illinois 60204
(CITY) (STATE) (ZIP CODE)

OR RECORDER'S OFFICE BOX NO. 169

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