

UNOFFICIAL COPY

FIRST FEDERAL SAVINGS
OF HEGERWISCH
13320 BATHURST AVENUE
CHICAGO, ILLINOIS 60633-644-2300

✓ April To

(Space Below This Line Reserved For Lender and Recorder)

Notary Public
J. T. MALE
18th day of
19 87

My Commission expires:
March 12, 1989

set forth.

signed and delivered the said instrument as THEIR free and voluntary act, for the uses and purposes therein
subscribed to the foregoing instrument, appeared before me this day in person, and acknowledged that The X
personally known to me to be the same person(s) whose name(s) ARE
do hereby certify that MARK A. KOWALD AND DEBY L. KOWALD, HIS WIFE

I, Frank J. Ockowski, a Notary Public in and for said county and state,
County as: Cook

IN WITNESS WHEREOF, Borrower has executed this Mortgage.
Mark A. Kowald
Deby L. Kowald
Borrower
Borrower

23. Waiver of Homestead. Borrower hereby waives all right of homestead exemption in the Property.
to Borrower. Borrower shall pay all costs of recordation, if any.
22. Release. Upon payment of all sums secured by this Mortgage, Lender shall release this Mortgage without charge
Mortgage, except the original amount of the Note plus 18%
incidental costs incurred by the Mortgagee not including sums advanced in accordance herewith to protect the security of this
evidenced by promissory notes stating that said notes are secured hereby. At no time shall the principal amount of the
make future advances to Borrower. Such future advances, with interest thereon, shall be secured by this Mortgage when
21. Future Advances. Upon request of Borrower, Lender, at Lender's option prior to release of this Mortgage, may
those rents actually received.
attorney's fees, and then to the sums secured by this Mortgage. Lender and the receiver shall be liable to account only for
Property and collection of rents, including, but not limited to receiver's fees, premiums on receiver's bonds and reasonable
past due. All rents collected by Lender or the receiver shall be applied first to payment of the costs of management of the
entitled to enter upon, take possession of and manage the Property and to collect the rents of the Property including those
of any period of redemption following judicial sale. Lender, in person, by agent or by judicially appointed receiver, shall be
hereof or abandonment of the Property, provided that Borrower shall, prior to acceleration under paragraph 18
hereby assigns to Lender the rents of the Property, provided that Borrower shall, prior to acceleration under paragraph 18
20. Assignment of Rents; Appointment of Receiver; Lender in Possession. As additional security hereunder, Borrower
no acceleration had occurred.
payment and cure by Borrower, this Mortgage and the obligations secured hereby shall remain in full force and effect as if
in the Property and Borrower's obligation to pay the sums secured by this Mortgage shall continue unimpaired. Upon such
(d) Borrower takes such action as Lender may reasonably require to assure that the lien of this Mortgage, Lender's interest
enforcing Lender's remedies as provided in paragraph 18 hereof, including, but not limited to, reasonable attorney's fees; and
expenses incurred by Lender in enforcing the covenants and agreements of Borrower contained in this Mortgage and in
breaches of any other covenants or agreements of Borrower contained in this Mortgage; (c) Borrower pays all reasonable
prior to entry of a judgment enforcing this Mortgage if: (a) Borrower pays Lender all sums which would be then due under
(this Mortgage, the Note and notes securing Future Advances, if any, had no acceleration occurred; (b) Borrower cures all

87361536

Lender's written agreement or applicable law. Borrower shall pay the amount of all mortgage insurance premiums in the manner provided under paragraph 2 hereof.

Any amounts disbursed by Lender pursuant to this paragraph 7, with interest thereon, shall become additional indebtedness of Borrower secured by this Mortgage. Unless Borrower and Lender agree to other terms of payment, such amounts shall be payable upon notice from Lender to Borrower requesting payment thereof, and shall bear interest from the date of disbursement at the rate payable from time to time on outstanding principal under the Note unless payment of interest at such rate would be contrary to applicable law, in which event such amounts shall bear interest at the highest rate permissible under applicable law. Nothing contained in this paragraph 7 shall require Lender to incur any expense or take any action hereunder.

8. Inspection. Lender may make or cause to be made reasonable entries upon and inspections of the Property, provided that Lender shall give Borrower notice prior to any such inspection specifying reasonable cause therefor related to Lender's interest in the Property.

9. Condemnation. The proceeds of any award or claim for damages, direct or consequential, in connection with any condemnation or other taking of the Property, or part thereof, or for conveyance in lieu of condemnation, are hereby assigned and shall be paid to Lender.

In the event of a total taking of the Property, the proceeds shall be applied to the sums secured by this Mortgage, with the excess, if any, paid to Borrower. In the event of a partial taking of the Property, unless Borrower and Lender otherwise agree in writing, there shall be applied to the sums secured by this Mortgage such proportion of the proceeds as is equal to that proportion which the amount of the sums secured by this Mortgage immediately prior to the date of taking bears to the fair market value of the Property immediately prior to the date of taking, with the balance of the proceeds paid to Borrower.

If the Property is abandoned by Borrower, or if, after notice by Lender to Borrower that the condemnor offers to make an award or settle a claim for damages, Borrower fails to respond to Lender within 30 days after the date such notice is mailed, Lender is authorized to collect and apply the proceeds, at Lender's option, either to restoration or repair of the Property or to the sums secured by this Mortgage.

Unless Lender and Borrower otherwise agree in writing, any such application of proceeds to principal shall not extend or postpone the due date of the monthly installments referred to in paragraphs 1 and 2 hereof or change the amount of such installments.

10. Borrower Not Released. Extension of the time for payment or modification of amortization of the sums secured by this Mortgage granted by Lender to any successor in interest of Borrower shall not operate to release, in any manner, the liability of the original Borrower and Borrower's successors in interest. Lender shall not be required to commence proceedings against such successor or refuse to extend time for payment or otherwise modify amortization of the sums secured by this Mortgage by reason of any demand made by the original Borrower and Borrower's successors in interest.

11. Forbearance by Lender Not a Waiver. Any forbearance by Lender in exercising any right or remedy hereunder, or otherwise afforded by applicable law, shall not be a waiver of or preclude the exercise of any such right or remedy. The procurement of insurance or the payment of taxes or other liens or charges by Lender shall not be a waiver of Lender's right to accelerate the maturity of the indebtedness secured by this Mortgage.

12. Remedies Cumulative. All remedies provided in this Mortgage are distinct and cumulative to any other right or remedy under this Mortgage or afforded by law or equity, and may be exercised concurrently, independently or successively.

13. Successors and Assigns Bound Joint and Several Liability; Captions. The covenants and agreements herein contained shall bind, and the rights hereunder shall inure to, the respective successors and assigns of Lender and Borrower, subject to the provisions of paragraph 17 hereof. All covenants and agreements of Borrower shall be joint and several. The captions and headings of the paragraphs of this Mortgage are for convenience only and are not to be used to interpret or define the provisions hereof.

14. Notice. Except for any notice required under applicable law to be given in another manner, (a) any notice to Borrower provided for in this Mortgage shall be given by mailing such notice by certified mail addressed to Borrower at the Property Address or at such other address as Borrower may designate by notice to Lender as provided herein, and (b) any notice to Lender shall be given by certified mail, return receipt requested, to Lender's address stated herein or to such other address as Lender may designate by notice to Borrower as provided herein. Any notice provided for in this Mortgage shall be deemed to have been given to Borrower or Lender when given in the manner designated herein.

15. Uniform Mortgage; Governing Law; Severability. This form of mortgage combines uniform covenants for national use and non-uniform covenants with limited variations by jurisdiction to constitute a uniform security instrument covering real property. This Mortgage shall be governed by the law of the jurisdiction in which the Property is located. In the event that any provision or clause of this Mortgage or the Note conflicts with applicable law, such conflict shall not affect other provisions of this Mortgage or the Note which can be given effect without the conflicting provision, and to this end the provisions of the Mortgage and the Note are declared to be severable.

16. Borrower's Copy. Borrower shall be furnished a conformed copy of the Note and of this Mortgage at the time of execution or after recordation hereof.

17. Transfer of the Property; Assumption. If all or any part of the Property or an interest therein is sold or transferred by Borrower without Lender's prior written consent, excluding (a) the creation of a lien or encumbrance subordinate to this Mortgage, (b) the creation of a purchase money security interest for household appliances, (c) a transfer by devise, descent or by operation of law upon the death of a joint tenant or (d) the grant of any leasehold interest of three years or less not containing an option to purchase, Lender may, at Lender's option, declare all the sums secured by this Mortgage to be immediately due and payable. Lender shall have waived such option to accelerate if, prior to the sale or transfer, Lender and the person to whom the Property is to be sold or transferred reach agreement in writing that the credit of such person is satisfactory to Lender and that the interest payable on the sums secured by this Mortgage shall be at such rate as Lender shall request. If Lender has waived the option to accelerate provided in this paragraph 17, and if Borrower's successor in interest has executed a written assumption agreement accepted in writing by Lender, Lender shall release Borrower from all obligations under this Mortgage and the Note.

If Lender exercises such option to accelerate, Lender shall mail Borrower notice of acceleration in accordance with paragraph 14 hereof. Such notice shall provide a period of not less than 30 days from the date the notice is mailed within which Borrower may pay the sums declared due. If Borrower fails to pay such sums prior to the expiration of such period, Lender may, without further notice or demand on Borrower, invoke any remedies permitted by paragraph 18 hereof.

NON-UNIFORM COVENANTS. Borrower and Lender further covenant and agree as follows:

18. Acceleration; Remedies. Except as provided in paragraph 17 hereof, upon Borrower's breach of any covenant or agreement of Borrower in this Mortgage, including the covenants to pay when due any sums secured by this Mortgage, Lender prior to acceleration shall mail notice to Borrower as provided in paragraph 14 hereof specifying: (1) the breach; (2) the action required to cure such breach; (3) a date, not less than 30 days from the date the notice is mailed to Borrower, by which such breach must be cured; and (4) that failure to cure such breach on or before the date specified in the notice may result in acceleration of the sums secured by this Mortgage, foreclosure by judicial proceeding and sale of the Property. The notice shall further inform Borrower of the right to reinstate after acceleration and the right to assert in the foreclosure proceeding the non-existence of a default or any other defense of Borrower to acceleration and foreclosure. If the breach is not cured on or before the date specified in the notice, Lender at Lender's option may declare all of the sums secured by this Mortgage to be immediately due and payable without further demand and may foreclose this Mortgage by judicial proceeding. Lender shall be entitled to collect in such proceeding all expenses of foreclosure, including, but not limited to, reasonable attorney's fees, and costs of documentary evidence, abstracts and title reports.

19. Borrower's Right to Reinstate. Notwithstanding Lender's acceleration of the sums secured by this Mortgage, Borrower shall have the right to have any proceedings begun by Lender to enforce this Mortgage discontinued at any time

UNOFFICIAL COPY

insurance in effect until such time as the requirement for such insurance terminates in accordance with Borrower's and condition of making the loan secured by this Mortgage. Borrower shall pay the premiums required to maintain such reasonable attorney's fees and entry upon the Property to make repairs. If Lender requires mortgage insurance as a sum and take such action as is necessary to protect Lender's interest, including, but not limited to, distribution of bankrupt or decedent, then Lender at Lender's option, upon notice to Borrower, may make such appearance, disburse such Mortgage, or if any action or proceeding is commenced which materially affects Lender's interest in the Property, 7. Protection of Lender's Security. If Borrower fails to perform the covenants and agreements contained in this

were a part hereof. shall be incorporated into and shall amend and supplement the covenants and agreements of this Mortgage as if the rider is executed by Borrower and recorded together with this Mortgage, the covenants and agreements of such rider condominium or planned unit development, and constituent documents. If a condominium or planned unit development or covenants creating or governing the condominium or planned unit development, the by-laws and regulations of the condominium or a planned unit development, Borrower shall perform all of Borrower's obligations under the declaration and shall comply with the provisions of any lease if this Mortgage is on a leasehold. If this Mortgage is on a unit in a shall keep the Property in good repair and shall not commit waste or permit impairment or deterioration of the Property 6. Preservation and Maintenance of Property; Leasehold; Condominium; Planned Unit Development. Borrower

acquisition. or acquisition shall pass to Lender to the extent of the sums secured by this Mortgage immediately prior to such sale or in and to any insurance policy and in and to the proceeds thereof resulting from damage to the Property prior to the sale and in installments. If under paragraph 18 hereof the Property is acquired by Lender, all rights, title and interest of Borrower or postpone the due date of the monthly installments referred to in paragraphs 1 and 2 hereof or change the amount of Unless Lender and Borrower otherwise agree in writing, any such application of proceeds to principal shall not extend or to the sums secured by this Mortgage.

is authorized to collect and apply the insurance proceeds at Lender's option either to restoration or repair of the Property date notice is mailed by Lender to Borrower that the insurance carrier offers to settle a claim for insurance benefit. Lender to Borrower. If the Property is abandoned by Borrower, or if Borrower fails to respond to Lender within 30 days from the be impaired, the insurance proceeds shall be applied to the sums secured by this Mortgage, with the excess, if any, paid not thereby impaired. If such restoration or repair is not economically feasible or if the security of this Mortgage would the Property damaged, provided such restoration or repair is economically feasible and the security of this Mortgage is Unless Lender and Borrower otherwise agree in writing, insurance proceeds shall be applied to restoration or repair of by Borrower.

Borrower shall give prompt notice to the insurance carrier and Lender. Lender may make proof of loss if not made promptly and Borrower shall promptly furnish to Lender all renewal notices and all receipts. If paid premiums. In the event of loss, clause in favor of and in form acceptable to Lender. Lender shall have the right to hold the policies and renewals thereof. All insurance policies and renewals thereof shall be in form acceptable to Lender and shall include a standard mortgage insurance carrier.

provided under paragraph 2 hereof or, if not paid in such manner, by Borrower making payment, when due, directly to the that such approval shall not be unreasonably withheld. All premiums or insurance policies shall be paid in the manner The insurance carrier providing the insurance shall be chosen by Borrower subject to approval by Lender; provided, such coverage exceeds that amount of coverage required to pay the sum secured by this Mortgage.

and in such amount and for such periods as Lender may require. Lender shall not require that the amount of against loss by fire, hazards included within the term "extended coverage", and such other hazards as Lender may require 5. Hazard Insurance. Borrower shall keep the improvements now existing or hereafter erected on the Property insured legal proceedings which operate to prevent the enforcement of the lien or forfeiture of the Property or any part thereof, such lien in a manner acceptable to Lender, or shall in good faith with respect to the obligation secured by such lien in a manner acceptable to Lender, or shall in good faith with respect to the obligation secured by Borrower shall promptly discharge any lien which has priority over this Mortgage; provided, that Borrower shall not be payee hereof. Borrower shall promptly furnish to Lender all notices of amounts due under this paragraph, and in the event provided under paragraph 2 hereof or, if not paid in such manner, by Borrower making payment, when due, directly to the 4. Charges; Taxes. Borrower shall pay all taxes, assessments and other charges, fines and impositions attributable to the Property which may arise over this Mortgage, and leasehold payments or ground rents, if any, in the manner

principal on any Future Advances. Note and paragraphs 1 and 2 hereof shall be applied by Lender first in payment of amounts payable to Lender by Borrower under paragraph 2 hereof, then to interest payable on the Note, then to the principal of the Note, and then to interest and 3. Application of Payments. Unless applicable law provides otherwise, all payments received by Lender under the Lender at the time of application as a credit against the sums secured by this Mortgage.

held by Lender. If under paragraph 18 hereof the Property is sold or the Property is otherwise acquired by Lender, Lender shall apply, no later than immediately prior to the sale of the Property or its acquisition by Lender, any Funds held by Upon payment in full of all sums secured by this Mortgage, Lender shall promptly refund to Borrower any Funds

Borrower shall pay to Lender any amount necessary to make up the deficiency within 30 days from the date notice is mailed by Lender to Borrower, requesting payment hereof. promptly repaid to Borrower or credited to Borrower on monthly installments of Funds. If the amount of the Funds assessments, insurance premiums and ground rents as they fall due, such excess shall be, at Borrower's option, either the due date of taxes, assessments, insurance premiums and ground rents, shall exceed the amount required to pay said taxes, If the amount of the Funds held by Lender, together with the future monthly installments of Funds payable prior to

by this Mortgage. purpose for which each debt to the Funds was made. The Funds are pledged as additional security for the sums secured

shall give to Borrower, without charge, an annual accounting of the Funds showing credits and debits to the Funds and the Mortgage that interest on the Funds shall be paid to Borrower, and unless such agreement is made or applicable law permits Lender to make such a charge. Borrower and Lender may agree in writing at the time of execution of this or verifying and compiling said assessments and bills, unless Lender pays Borrower interest on the Funds and applicable law insurance premiums and ground rents. Lender may not charge for so holding and applying the Funds, analyzing said account, state agency (including Lender if Lender is such an institution). Lender shall apply the Funds to pay said taxes, assessments, The Funds shall be held in an institution on the deposits or accounts of which are insured or guaranteed by a Federal or time to time by Lender on the basis of assessments and bills and reasonable estimates thereof.

plus one-twelfth of yearly premium installments for mortgage insurance, if any, plus one-twelfth of yearly premium installments for hazard insurance, Mortgage, and ground rents on the Property, if any, plus one-twelfth of the yearly taxes and assessments which may arise over this a sum (herein "Funds") equal to one-twelfth of the principal and interest and interest on the Note is paid in full, to Lender on the day monthly installments of principal and interest are payable under the Note, until the Note is paid in full, 2. Funds for Taxes and Insurance. Subject to applicable law or to a written waiver by Lender, Borrower shall pay on any Future Advances secured by this Mortgage.

1. Payment of Principal and Interest. Borrower shall promptly pay when due the principal of and interest on the indebtedness evidenced by the Note, prepayment and late charges as provided in the Note, and the principal of and interest

Uniform Covenants. Borrower and Lender covenant and agree as follows:

97361836