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RETURN TO  
CITICORP MORTGAGE, INC.  
P. O. BOX 790012 M.S. 312  
ST. LOUIS, MO 63178-0012

## MODIFICATION AGREEMENT PURSUANT TO EXERCISE OF CONVERTIBLE OPTION

88-468694

THIS AGREEMENT, made and entered into this August day of 23rd, 19 88,  
by and between Citicorp Mortgage Inc., formerly Citicorp Homeowners Inc.  
("Lender"), and Steven J. Kruk and Lynda M. Schlenzig  
("Borrower").

Borrower has signed and delivered for valuable consideration, an Adjustable Rate Note in the sum of  
ninety-four thousand five hundred and 00/100 Dollars  
(\$ 94,500.00), dated August 23, 19 84, secured by a Mortgage or Deed of Trust ("Security  
Instrument"), dated August 23, 19 84, recorded in Book 339039 / Page \_\_\_\_\_, official  
Records of Cook County, Illinois; and

Borrower is exercising an option to convert the present adjustable rate mortgage loan, evidenced by the Adjustable Rate  
Note and Security Instrument described above to a 15 year fixed  
amortized over  
180 months

Lender and Borrower desire to modify the terms of said Adjustable Rate Note and Security Instrument.

In consideration of the above, Borrower agrees to pay the Adjustable Rate Note and to perform the covenants and obliga-  
tions of it and the Security Instrument as modified by this Agreement.

Borrower remains liable under the above described Adjustable Rate Note and Security Instrument as amended and agrees  
to the modifications described below.

### LENDER AND BORROWER AGREE AS FOLLOWS:

A. The terms of the Adjustable Rate Note are modified by the addition of the following marked paragraph.

#### OPTION I

**FIXED RATE FULLY AMORTIZING LOAN**

Notwithstanding any provision to the contrary contained herein, from and after the first day of  
September, 19 88, the unpaid principal balance shall bear interest at the rate of  
11 and 2 eighths percent (11.25%) per annum. From and after said date, the principal  
and interest shall be payable in fixed consecutive monthly installments of  
one thousand fifty-seven and 49/100 Dollars  
(\$ 1057.49) on the first day of each month, beginning October 1, 19 88, until entire  
indebtedness evidenced hereby is fully paid, except that any remaining indebtedness, if not sooner paid, shall be due  
and payable on the first day of September, 2003.

#### OPTION II

**YEAR ADJUSTABLE RATE LOAN**

#### 2. INTEREST

Interest will be charged on that part of principal which has not been paid, beginning on the conversion date and  
continuing until the full amount of principal has been paid.

Beginning on the conversion date, I will pay interest at a yearly rate of \_\_\_\_\_%. The interest I will pay  
will change in accordance with Section 4 of this Note.

The interest rate required by this Section and Section 4 of this Note is the rate I will pay both before and after  
any default described in Section 7 (B) of this Note.

#### 3. PAYMENTS

##### (A) Time and Place of Payments

I will pay unpaid principal and interest by making payments every month.

I will make my monthly payments on the first day of each month beginning on \_\_\_\_\_,  
19 \_\_\_\_\_.

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- C. Lender and Borrower agree that the unpaid principal balance of the Adjustable Rate Note as of this date is ninety-one thousand sevenhundred sixty-eight and 95/100 Dollars (\$ 91,768.95 ).
- D. Lender and Borrower agree that nothing in this Agreement shall be construed to amount to a satisfaction or a partial or total release of the Adjustable Rate Note and Security Instrument in any way, or to impair the rights of Lender.
- E. Lender and Borrower agree that all terms of the Adjustable Rate Note and Security Instrument including modifications or amendments, if any, shall remain in effect, without change, except as otherwise provided in this Agreement or any later written agreement.
- F. The term "Borrower," as used in this Agreement shall include any or all persons, singly or severally, who may be obligated to Lender as set out above. Any reference to Borrower in this Agreement shall refer to those persons and shall automatically include the proper number of persons and their gender.

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

Citicorp Mortgage Inc., formerly Citicorp Homeowners Inc.

Jean Linnenbringer  
Jean Linnenbringer, Assistant Secretary

Steven J. Kruk 8-24-88  
STEVEN J. KRUK  
MEMBER

Lynda M. Schlenzig 8-27-88  
LYNDA M. SCHLENZIG  
BORROWER

BORROWER

STATE OF Illinois  
COUNTY OF Cook } SS.

The foregoing instrument was acknowledged before me this 24th day of Aug  
19 88, by Steven J. Kruk and Lynda M. Schlenzig

L M Buchholz  
NOTARY PUBLIC



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Borrower accepts the modification and agrees to pay the indebtedness evidenced by said Adjustable Rate Note, as modified, and to perform each obligation it contains and each obligation in the Security Instrument.

(F) Notice of Changes  
The Note Holder will mail or deliver to me a notice of any changes in the amount of my monthly payment before the effective date of any change. The notice will include information required by law to be given me and also the title and telephone number of a person who will answer any question I may have regarding the notice.

(E) Effective Date of Changes  
My new interest rate will become effective on each Change Date. I will pay the amount of my new monthly payment beginning on the first monthly payment date after the Change Date until the amount of my monthly payment changes again.

(i) The rate of interest I am required to pay shall never be increased or decreased on any single interest Change Date by more than \_\_\_\_\_% from the rate of interest I have been paying for the preceding \_\_\_\_\_ months.  
 (ii) My interest rate will never increase more than \_\_\_\_\_% from the rate established in Section 2.

(D) Limits on Interest Rate Changes  
If checked below the Note provides for certain limits on interest rate changes:  
The Note Holder will then determine the amount of the monthly payment that would be sufficient to repay the unpaid principal balance of my loan I am expected to owe on the Change Date in full on the maturity date at my new interest rate in substantially equal payments. The result of this calculation is called the "Full Payment Amount", and it will be the new amount of my monthly payment, subject to subsection (D) below.

(C) Calculation of Changes  
Before each Change Date, the Note Holder will calculate my new interest rate by adding \_\_\_\_\_ percentage points (\_\_\_\_\_% ) to the Current Index. The Note Holder will then round the result of this addition to the nearest one-eighth of one percentage point (0.125%). This rounded amount will be my new interest rate until the next Change Date.

If the Index is no longer available, the Note Holder will choose a new index which is based upon comparable information. The Note Holder will give me notice of this choice.  
Beginning with the first Change Date, my interest rate will be based on an Index. The "Index" is the weekly average yield on United States Treasury securities adjusted to a constant maturity of \_\_\_\_\_ years, as made available by the Federal Reserve Board. The most recent Index figure available as of the date 45 days before each Change Date is called the "Current Index".

(A) Change Dates  
The interest rate I will pay may change on the first day of \_\_\_\_\_, 19\_\_\_\_, and on that date every \_\_\_\_\_ month thereafter. Each date on which my interest rate could change is called a "Change Date".

## 4. INTEREST RATE AND MONTHLY PAYMENT CHANGES

(B) Amount of Monthly Payments  
My monthly payment will be in the amount of U.S. \$\_\_\_\_\_. This amount will change if the interest rate that I must pay changes. The Note Holder will determine my new interest rate and the changed amount of my monthly payment in accordance with Section 4 of this Note.

I will make my monthly payments at \_\_\_\_\_, 15851 West Clayton Road, Ballwin, MO 63011 or at a different place if required by the Note Holder.

I will make these payments every month until I have paid all of the unpaid principal and interest and any other charges described below that I may owe under this Note. My monthly payments will be applied to interest before principal. If, on \_\_\_\_\_, 20\_\_\_\_, I still owe amounts under this Note, I will pay those amounts in full on that date, which is called the "maturity date".

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