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State of Illinois

MORTGAGE

FHA Case No.

131-6506904 - 729

THIS MORTGAGE ("Security Instrument") is made on **OCTOBER 21ST 1991**
ROBERT BARRON AND DEBRA A. BARRON , HIS WIFE

The Mortgagor is

("Borrower"). This Security Instrument is given to
DRAPER AND KRAMER , INCORPORATED

which is organized and existing under the laws of **ILLINOIS**
address is **33 WEST MONROE STREET**
CHICAGO, ILLINOIS 60603

and whose

ONE HUNDRED TWENTY THOUSAND FOUR HUNDRED EIGHT AND 00/100

("Lender"). Borrower owes Lender the principal sum of

Dollars (U.S. \$ **120,408.00**).

This debt is evidenced by Borrower's note dated the same date as this Security Instrument ("Note"), which provides for monthly payments, with the full debt, if not paid earlier, due and payable on **NOVEMBER 01 2021**.

This Security Instrument secures to Lender: (a) the repayment of the debt evidenced by the Note, with interest, and all renewals, extensions and modifications; (b) the payment of all other sums, with interest, advanced under paragraph 6 to protect the security of this Security Instrument; and (c) the performance of Borrower's covenants and agreements under this Security Instrument and the Note. For this purpose, Borrower does hereby mortgage, grant and convey to Lender the following described property located in **COOK** County, Illinois:

LOT 84 IN WEATHERSFIELD UNIT NUMBER 2, BEING A SUBDIVISION OF THE SOUTHWEST 1/4 OF SECTION 20, TOWNSHIP 41 NORTH, RANGE 10, EAST OF THE THIRD PRINCIPAL MERIDIAN, ACCORDING TO THE PLAT THEREOF RECORDED JULY 6, 1959 AS DOCUMENT NUMBER 1757718, IN COOK COUNTY, ILLINOIS.

which has the address of
Illinois

217 S. WALNUT LN. SCHAUMBURG
60194

[Zip Code] ("Property Address")

4-001 (5-12-91)

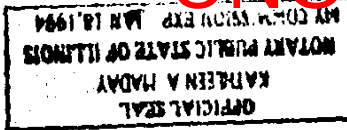
Page 1 of 6
FHA MORTGAGE FORMS 1313/293 (100) (80) 521 1291

BOX 334

TAX IDENTIFICATION NUMBER: 07-20-316-002

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CHICAGO, ILLINOIS 60603
33 WEST MONROE STREET
JOHN P. DAVEY
AND KRAMER, INCORPORATED



My Commission Expires: 1/18/94
Given under my hand and official seal, this
subscribed to the foregoing instrument, appeared before me this day of March, 1994, 1994
free and voluntary act, for the uses and purposes therein set forth.
personally known to me to be the same persons) whose names(s)
THEY he

STATE OF ILLINOIS
THE UNDERSIGNED
ROBERT BARRON AND DEBRA A. BARRON, HIS WIFE
a Notary Public in and for said county and I do hereby certify
County ss: Cook

ROBERT BARRON
Borrower
(Seal)
DEBRA A. BARRON
Borrower
(Seal)
Witnesses:
X Robert Barron
X Debra A. Barron
(Seal) Borrower
(Seal) Borrower

BY SIGNING BELOW, Borrower accepts and agrees to the terms contained in this Security Instrument and in any riders
executed by Borrower and recorded with it.

(Check applicable boxes)
☐ Condominium Rider
☐ Planned Unit Development Rider
☐ Graduated Payment Rider
☒ ARM RIDER
☐ Other (Specify):

20. Riders to this Security Instrument. If one or more riders are executed by Borrower and recorded together with this
Security Instrument, the covenants of each such rider shall be incorporated into and shall amend and supplement the covenants
and agreements of this Security Instrument as if the riders were a part of this Security Instrument.

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20. Riders to this Security Instrument. If one or more riders are executed by Borrower and recorded together with this Security Instrument, the covenants of each such rider shall be incorporated into and shall amend and supplement the covenants and agreements of this Security Instrument as if the rider(s) were a part of this Security Instrument.
[Check applicable boxes]

☐ Condominium Rider
☐ Planned Unit Development Rider
☐ Graduated Payment Rider
☐ Growing Equity Rider
☒ Other [Specify] **ARM RIDER**

BY SIGNING BELOW, Borrower accepts and agrees to the terms contained in this Security Instrument and in any rider(s) executed by Borrower and recorded with it.

Witnesses:

[Signature]

[Signature]

(Seal)
Borrower

DEBRA A. BARRON

(Seal)
Borrower

[Signature]

(Seal)
Borrower

ROBERT BARRON

STATE OF ILLINOIS.

I, **THE UNDERSIGNED**
that **ROBERT BARRON AND DEBRA A. BARRON, HIS WIFE**

Cook

County ss:

a Notary Public in and for said county and state do hereby certify

personally known to me to be the same person(s) whose name(s) subscribed to the foregoing instrument, appeared before me this day in person, and acknowledged that **THEY** he signed and delivered the said instrument as **THEIR** free and voluntary act, for the uses and purposes therein set forth.
Given under my hand and official seal, this *22nd* day of *October*, *1994*

My Commission Expires *1/18/94*

[Signature]
Notary Public

JOHN P. DAVEY

This Instrument was prepared by **DRAPER AND KRAMER, INCORPORATED**
33 WEST MONROE STREET
CHICAGO, ILLINOIS 60603

OFFICIAL SEAL
KATHLEEN A. MADAY
NOTARY PUBLIC STATE OF ILLINOIS
MY COMMISSION EXP. JAN. 18, 1994

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TAX IDENTIFICATION NUMBER: 07-20-316-002

334

Page 1 of 6
MORTGAGE FORM 1004 (REV. 11-2003) (800) 521-7291

ILLINOIS

217 S. WALNUT LN. SCHAMBURG
60194

which has the address of
Illinois

LOT 84 IN WEATHERSFIELD UNIT NUMBER 2, BEING A SUBDIVISION OF THE
SOUTHWEST 1/4 OF SECTION 20, TOWNSHIP 41 NORTH, RANGE 10, EAST OF THE
THIRD PRINCIPAL MERIDIAN, ACCORDING TO THE PLAT THEREOF RECORDED JULY
6, 1959 AS DOCUMENT NUMBER 1757718, IN COOK COUNTY, ILLINOIS.

described property located in COOK
County, Illinois.
This Security Instrument secures to Lender (a) the repayment of the debt evidenced by the Note, with interest, and all renewals,
extensions and modifications; (b) the payment of all other sums, with interest, advanced under paragraph 6 to protect the
security of this Security Instrument; and (c) the performance of Borrower's covenant, grant and convey to Lender the following
Instrument and the Note. For this purpose, Borrower does hereby mortgage, grant and convey to Lender the following
instrument and the Note.
ONE HUNDRED TWENTY THOUSAND FOUR HUNDRED EIGHT AND 00/100
Dollars (U.S. \$ 120,408.00)
This debt is evidenced by Borrower's note dated the same date as this Security Instrument ("Note"), which provides for
monthly payments, with the full debt, if not paid earlier, due and payable on NOVEMBER 01 2021
("Lender"). Borrower owes Lender the principal sum of

which is organized and existing under the laws of ILLINOIS

DRAPER AND KRAMER, INCORPORATED

("Borrower"). This Security Instrument is given to

THIS MORTGAGE ("Security Instrument") is made on OCTOBER 21ST 1991
ROBERT BARRON AND DEBRA A. BARRON, HIS WIFE

The Mortgagor is

MORTGAGE

State of Illinois

131-6506904 - 729

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TOGETHER WITH all the improvements now or hereafter erected on the property, and all easements, rights, appurtenances, rents, royalties, mineral, oil and gas rights and profits, water rights and stock and all fixtures now or hereafter a part of the property. All replacements and additions shall also be covered by this Security Instrument. All of the foregoing is referred to in this Security Instrument as the "Property."

BORROWER COVENANTS that Borrower is lawfully seised of the estate hereby conveyed and has the right to mortgage, grant and convey the Property and that the Property is unencumbered, except for encumbrances of record. Borrower warrants and will defend generally the title to the Property against all claims and demands, subject to any encumbrances of record.

1. Payment of Principal, Interest and Late Charge. Borrower shall pay when due the principal of, and interest on, the debt evidenced by the Note and late charges due under the Note.

2. Monthly Payments of Taxes, Insurance and Other Charges. Borrower shall include in each monthly payment, together with the principal and interest as set forth in the Note and any late charges, an installment of any (a) taxes and special assessments levied or to be levied against the Property, (b) leasehold payments or ground rents on the Property, and (c) premiums for insurance required by paragraph 4.

Each monthly installment for items (a), (b), and (c) shall equal one-twelfth of the annual amounts, as reasonably estimated by Lender, plus an amount sufficient to maintain an additional balance of not more than one-sixth of the estimated amounts. The full annual amount for each item shall be accumulated by Lender within a period ending one month before an item would become delinquent. Lender shall hold the amounts collected in trust to pay items (a), (b), and (c) before they become delinquent.

If at any time the total of the payments held by Lender for items (a), (b), and (c), together with the future monthly payments for such items payable to Lender prior to the due dates of such items, exceeds by more than one-sixth the estimated amount of payments required to pay such items when due, and if payments on the Note are current, then Lender shall either refund the excess over one-sixth of the estimated payments or credit the excess over one-sixth of the estimated payments to subsequent payments by Borrower, at the option of Borrower. If the total of the payments made by Borrower for item (a), (b), or (c) is insufficient to pay the item when due, then Borrower shall pay to Lender any amount necessary to make up the deficiency on or before the date the item becomes due.

As used in this Security Instrument, "Secretary" means the Secretary of Housing and Urban Development or his or her designee. In any year in which the Lender must pay a mortgage insurance premium to the Secretary, each monthly payment shall also include either (i) an installment of the annual mortgage insurance premium to be paid by Lender to the Secretary, or (ii) a monthly charge instead of a mortgage insurance premium if this Security Instrument is held by the Secretary. Each monthly installment of the mortgage insurance premium shall be in an amount sufficient to accumulate the full annual mortgage insurance premium with Lender one month prior to the date the full annual mortgage insurance premium is due to the Secretary, or if this Security Instrument is held by the Secretary, each monthly charge shall be in an amount equal to one-twelfth of one-half percent of the outstanding principal balance due on the Note.

If Borrower tenders to Lender the full payment of all sums secured by this Security Instrument, Borrower's account shall be credited with the balance remaining for all installments for items (a), (b), and (c) and any mortgage insurance premium installment that Lender has not become obligated to pay to the Secretary, and Lender shall promptly refund any excess funds to Borrower. Immediately prior to a foreclosure sale of the Property or its acquisition by Lender, Borrower's account shall be credited with any balance remaining for all installments for items (a), (b), and (c).

3. Application of Payments. All payments under paragraphs 1 and 2 shall be applied by Lender as follows:

First, to the mortgage insurance premium to be paid by Lender to the Secretary or to the monthly charge by the Secretary instead of the monthly mortgage insurance premium.

Second, to any taxes, special assessments, leasehold payments or ground rents, and fire, flood and other hazard insurance premiums, as required.

Third, to interest due under the Note.

Fourth, to amortization of the principal of the Note.

Fifth, to late charges due under the Note.

- 12. Successors and Assigns Bound; Joint and Several Liability; Co-Signers.** The covenants and agreements of this Security Instrument shall bind and benefit the successors and assigns of Lender and Borrower, subject to the provisions of paragraph 9.b. Borrower's covenants and agreements shall be joint and several. Any Borrower who co-signs this Security Instrument but does not execute the Note; (a) is co-signing this Security Instrument only to mortgage, grant and convey that Borrower's interest in the Property under the terms of this Security Instrument; (b) is not personally obligated to pay the sums secured by this Security Instrument; and (c) agrees that Lender and any other Borrower may agree to extend, modify, forbear or make any accommodations with regard to the terms of this Security Instrument or the Note without that Borrower's consent.
- 13. Notices.** Any notice to Borrower provided for in this Security Instrument shall be given by delivering it or by mailing it by first class mail unless applicable law requires use of another method. The notice shall be directed to the Property Address or any other address Borrower designates by notice to Lender. Any notice to Lender shall be given by first class mail to Lender's address stated herein or any address Lender designates by notice to Borrower. Any notice provided for in this Security Instrument shall be deemed to have been given to Borrower or Lender when given as provided in this paragraph.
- 14. Governing Law; Severability.** This Security Instrument shall be governed by federal law and the law of the jurisdiction in which the Property is located. In the event that any provision or clause of this Security Instrument or the Note conflicts with applicable law, such conflict shall not affect other provisions of this Security Instrument or the Note which can be given effect without the conflicting provision. To this end the provisions of this Security Instrument and the Note are declared to be severable.
- 15. Borrower's Copy.** Borrower shall be given one conformed copy of this Security Instrument.
- 16. Assignment of Rents.** Borrower unconditionally assigns and transfers to Lender all the rents and revenues of the Property. Borrower authorizes Lender or Lender's agents to collect the rents and revenues and hereby directs each tenant of the Property to pay the rents to Lender or Lender's agents. However, prior to Lender's notice to Borrower of Borrower's breach of any covenant or agreement in the Security Instrument, Borrower shall collect and receive all rents and revenues of the Property as trustee for the benefit of Lender and Borrower. This assignment of rents constitutes an absolute assignment and not an assignment for additional security only.
- If Lender gives notice of breach to Borrower, (a) all rents received by Borrower shall be held by Borrower as trustee for the benefit of Lender only, to be applied to the sums secured by the Security Instrument; (b) Lender shall be entitled to collect and receive all of the rents of the Property; and (c) each tenant of the Property shall pay all rents due and unpaid to Lender or Lender's agent on Lender's written demand to the tenant.
- Borrower has not executed any prior assignment of the rents and has not and will not perform any act that would prevent Lender from exercising its rights under this paragraph 16.
- Lender shall not be required to enter upon, take control of or maintain the Property before or after giving notice of breach to Borrower. However, Lender or a judicially appointed receiver may do so at any time there is a breach. Any application of rents shall not cure or waive any default or invalidate any other right or remedy of Lender. This assignment of rents of the Property shall terminate when the debt secured by the Security Instrument is paid in full.
- NON-UNIFORM COVENANTS. Borrower and Lender further covenant and agree as follows:
- 17. Foreclosure Procedure.** If Lender requires immediate payment in full under paragraph 9, Lender may foreclose this Security Instrument by judicial proceeding. Lender shall be entitled to collect all expenses incurred in pursuing the remedies provided in this paragraph 17, including, but not limited to, reasonable attorneys' fees and costs of title evidence.
- 18. Release.** Upon payment of all sums secured by this Security Instrument, Lender shall release this Security Instrument without charge to Borrower. Borrower shall pay any recordation costs.
- 19. Waiver of Homestead.** Borrower waives all right of homestead exemption in the Property.

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12. Successors and Assigns Bound; Joint and Several Liability; Co-Signers. The covenants and agreements of this Security Instrument shall bind and benefit the successors and assigns of Lender and Borrower; subject to the provisions of paragraph 9(b). Borrower's covenants and agreements shall be joint and several. Any Borrower who co-signs this Security Instrument but does not execute the Note (a) is co-signing this Security Instrument only to mortgage, grant and convey that Borrower's interest in the Property under the terms of this Security Instrument; (b) is not personally obligated to pay the sums secured by this Security Instrument; and (c) agrees that Lender and any other Borrower may agree to extend, modify, amend or make any accommodations with regard to the terms of this Security Instrument or the Note without that Borrower's consent.

13. Notices. Any notice to Borrower provided for in this Security Instrument shall be given by delivering it or by mailing it by first class mail unless applicable law requires use of another method. The notice shall be directed to the Property Address or any other address Borrower designates by notice to Lender. Any notice to Lender shall be given by first class mail to Lender's address stated herein or any address Lender designates by notice to Borrower. Any notice provided for in this Security Instrument shall be deemed to have been given to Borrower or Lender when given as provided in this paragraph.

14. Governing Law; Severability. This Security Instrument shall be governed by federal law and the law of the jurisdiction in which the Property is located. In the event that any provision or clause of this Security Instrument or the Note conflicts with applicable law, such conflict shall not affect other provisions of this Security Instrument or the Note which can be given effect without the conflicting provision. To this end the provisions of this Security Instrument and the Note are declared to be severable.

15. Borrower's Copy. Borrower shall be given one confirmed copy of this Security Instrument.

16. Assignment of Rents. Borrower unconditionally assigns and transfers to Lender all the rents and revenues of the Property. Borrower authorizes Lender or Lender's agents to collect the rents and revenues and hereby directs each tenant of the Property to pay the rents to Lender or Lender's agents. However, prior to Lender's notice to Borrower of Borrower's breach of any covenant or agreement in the Security Instrument, Borrower shall collect and receive all rents and revenues of the Property as trustee for the benefit of Lender and Borrower. This assignment of rents constitutes an absolute assignment and not an assignment for additional security only.

If Lender gives notice of breach to Borrower, (a) all rents received by Borrower shall be held by Borrower as trustee for benefit of Lender only, to be applied to the sums secured by the Security Instrument; (b) Lender shall be entitled to collect and receive all of the rents of the Property; and (c) each tenant of the Property shall pay all rents due and unpaid to Lender or Lender's agent on Lender's written demand to the tenant.

Borrower has not executed any prior assignment of the rents and has not and will not perform any act that would prevent Lender from exercising its rights under this paragraph 16.

Lender shall not be required to enter upon, take control of or maintain the Property before or after giving notice of breach to Borrower. However, Lender or a judicially appointed receiver may do so at any time there is a breach. Any application of rents shall not cure or waive any default or invalidate any other right or remedy of Lender. This assignment of rents of the Property shall terminate when the debt secured by the Security Instrument is paid in full.

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

17. Foreclosure Procedure. If Lender requires immediate payment in full under paragraph 9, Lender may foreclose this Security Instrument by judicial proceeding. Lender shall be entitled to collect all expenses incurred in pursuing the remedies provided in this paragraph 17, including, but not limited to, reasonable attorneys' fees and costs of title evidence.

18. Release. Upon payment of all sums secured by this Security Instrument, Lender shall release this Security Instrument without charge to Borrower. Borrower shall pay any recordation costs.

19. Waiver of Homestead. Borrower waives all right of homestead exemption in the Property.

First, to the mortgage insurance premium to be paid by Lender to the Secretary or to the monthly charge by the Secretary instead of the monthly mortgage insurance premium;
Second, to any taxes, special assessments, leasehold payments or ground rents, and fire, flood and other hazard insurance premiums, as required;
Third, to interest due under the Note;
Fourth, to amortization of the principal of the Note;
Fifth, to late charges due under the Note.

3. **Application of Payments.** All payments under paragraphs 1 and 2 shall be applied by Lender as follows:

(i) Borrower lenders to Lender the full payment of all sums secured by this Security Instrument. Borrower's account shall be credited with the balance remaining for all installments for items (a), (b), and (c) and any mortgage insurance premium installment that Lender has not become obligated to pay to the Secretary, and Lender shall promptly remit any excess funds to Borrower. Immediately prior to a foreclosure sale of the Property or its acquisition by Lender, Borrower's account shall be credited with any balance remaining for all installments for items (a), (b), and (c).

(ii) If Borrower lenders to Lender the full payment of the outstanding principal balance due on the Note or if this Security Instrument is held by the Secretary, each monthly charge shall be in an amount equal to one-twelfth of the full annual mortgage insurance premium with Lender one month prior to the date the full annual mortgage insurance premium is due to the Secretary. Each monthly installment of the mortgage insurance premium shall be in an amount sufficient to accumulate the full annual mortgage insurance premium. Each (iii) a monthly charge instead of a mortgage insurance premium if this Security Instrument is held by the Secretary, or shall also include either: (a) an installment of the annual mortgage insurance premium to be paid by Lender to the Secretary, or (b) a monthly charge instead of a mortgage insurance premium to be paid by Lender to the Secretary, each monthly payment due. In any year in which the Lender must pay a mortgage insurance premium to the Secretary, each monthly payment shall also include either: (a) an installment of the annual mortgage insurance premium to be paid by Lender to the Secretary, or (b) a monthly charge instead of a mortgage insurance premium to be paid by Lender to the Secretary, each monthly payment due. In any year in which the Lender must pay a mortgage insurance premium to the Secretary, each monthly payment shall also include either: (a) an installment of the annual mortgage insurance premium to be paid by Lender to the Secretary, or (b) a monthly charge instead of a mortgage insurance premium to be paid by Lender to the Secretary, each monthly payment due.

As used in this Security Instrument, "Secretary" means the Secretary of Housing and Urban Development or his or her designee. In any year in which the Lender must pay a mortgage insurance premium to the Secretary, each monthly payment shall also include either: (a) an installment of the annual mortgage insurance premium to be paid by Lender to the Secretary, or (b) a monthly charge instead of a mortgage insurance premium to be paid by Lender to the Secretary, each monthly payment due. In any year in which the Lender must pay a mortgage insurance premium to the Secretary, each monthly payment shall also include either: (a) an installment of the annual mortgage insurance premium to be paid by Lender to the Secretary, or (b) a monthly charge instead of a mortgage insurance premium to be paid by Lender to the Secretary, each monthly payment due.

Each monthly installment for items (a), (b), and (c) shall equal one-twelfth of the annual amounts, as reasonably estimated by Lender, plus an amount sufficient to maintain an additional balance of not more than one-sixth of the estimated amounts. The full annual amount for each item shall be accumulated by Lender within a period ending one month before an item would become delinquent. Lender shall hold the amounts collected in trust to pay items (a), (b), and (c) before they become delinquent.

2. **Monthly Payments of Taxes, Insurance and Other Charges.** Borrower shall include in each monthly payment, together with the principal and interest as set forth in the Note and any late charges, an installment of any (a) taxes and special assessments levied or to be levied against the Property, (b) leasehold payments or ground rents on the Property, and (c) premiums for mortgage insurance required by paragraph 4.

1. **Payment of Principal, Interest and Late Charge.** Borrower shall pay when due the principal of, and interest on, the debt evidenced by the Note and late charges due under the Note.

BORROWER COVENANTS that Borrower is lawfully seized of the estate hereby conveyed and has the right to mortgage, grant and convey the Property and that the Property is unencumbered, except for encumbrances of record. Borrower warrants and will defend generally the title to the Property against all claims and demands, subject to any encumbrances of record.

TOGETHER WITH all the improvements now or hereafter erected on the property, and all easements, rights, appurtenances, rents, royalties, mineral, oil and gas rights and profits, water rights and stock and all fixtures now or hereafter a part of the property. All replacements and additions shall also be covered by this Security Instrument. All of the foregoing is referred to in this Security Instrument as the "Property."

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FHA 131-6506904 - 729

ADJUSTABLE RATE RIDER

THIS ADJUSTABLE RATE RIDER is made this **21ST** day of **OCTOBER** **91** and is incorporated into and shall be deemed to amend and supplement the Mortgage, Deed of Trust or Security Deed ("Security Instrument") of the same date given by the undersigned Borrower to secure Borrower's Note ("Note") to **DRAPER AND KRAMER, INCORPORATED**

(the "Lender") of the same date and covering the property described in the Security Instrument and located at:

217 S. WALNUT LN. SCHAUMBURG, IL 60194

(Property Address)

THE NOTE CONTAINS PROVISIONS ALLOWING FOR CHANGES IN THE INTEREST RATE AND THE MONTHLY PAYMENT. THE NOTE LIMITS THE AMOUNT THE BORROWER'S INTEREST RATE CAN CHANGE AT ANY ONE TIME AND THE MAXIMUM RATE THE BORROWER MUST PAY.

ADDITIONAL COVENANTS. In addition to the covenants and agreements made in the Security Instrument, Borrower and Lender further covenant and agree as follows:

5. INTEREST RATE AND MONTHLY PAYMENT CHANGES

(A) Change Date

The interest rate may change on the first day of **APRIL** **1993** and on that day of each succeeding year. "Change Date" means each date on which the interest rate could change.

(B) The Index

Beginning with the first Change Date, the interest rate will be based on an Index. "Index" means the weekly average yield on United States Treasury Securities adjusted to a constant maturity of one year, as made available by the Federal Reserve Board. "Current Index" means the most recent Index figure available 30 days before the Change Date. If the Index (as defined above) is no longer available, Lender will use as a new Index any index prescribed by the Secretary (as defined in paragraph 7(B)). Lender will give Borrower notice of the new Index.

(C) Calculation of Interest Rate Changes

Between each Change Date, Lender will calculate a new interest rate by adding a margin of **TWO AND ONE/HALF** percentage points (**2.50** %) to the Current Index and rounding the sum to the nearest one-eighth of one percentage point (0.125%). Subject to the limits stated in paragraph 5(D) of the Note, this rounded amount will be the new interest rate until the next Change Date.

(D) Limits on Interest Rate Changes

The interest rate will never increase or decrease by more than one percentage point (1.0%) on any single Change Date. The interest rate will never be more than five percentage points (5.0%) higher or lower than the initial interest rate stated in paragraph 2 of the Note.

FHA Multistate ARM Rider: 2-91

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Borrower (Seal) Borrower (Seal)

Borrower (Seal) DEBRA A. BARRON Borrower (Seal) ROBERT BARRON

Rate Rider

BY SIGNING BELOW, Borrower accepts and agrees to the terms and covenants contained in this Adjustable

otherwise assigned before the demand for return is made.

Lender's obligation to return any excess payment with interest on demand is not assignable even if the Note is request that any excess payment, with interest thereon at the Note rate, be applied as payment of principal. thereon at the Note rate (a rate equal to the interest rate which should have been stated in a timely notice), or (ii) then Borrower has the option to either (i) demand the return to Borrower of any excess payment, with interest, any monthly payment amounts exceeding the payment amount which should have been stated in a timely notice, paragraph 5(f) of the Note decreased, but Lender failed to give timely notice of the decrease and Borrower made days after Lender has given the required notice. If the monthly payment amount calculated in accordance with amount calculated in accordance with paragraph 5(f) of the Note for any payment date occurring less than 25 paragraph 5(f) of the Note, Borrower shall have no obligation to pay any increase in the monthly payment effective on the Change Date. Borrower shall make a payment in the new monthly amount beginning on the first payment date which occurs at least 25 days after Lender has given Borrower the notice of changes required by paragraph 5(f) of the Note. Borrower shall have no obligation to pay any increase in the monthly payment amount calculated in accordance with paragraph 5(f) and 5(g) of the Note will become

(c) Effect of Rate of Changes

A new interest rate calculated in accordance with paragraph 5(f) and 5(g) of the Note will become effective on the Change Date. Borrower shall make a payment in the new monthly amount beginning on the first payment date which occurs at least 25 days before the new monthly payment amount is due, and must set forth (i) the date of the notice, (ii) the Change Date, (iii) the old interest rate, (iv) the new interest rate, (v) the new monthly payment amount, (vi) the Current Index and the date it was published, (vii) the method of calculating the change in monthly payment amount, and (viii) any other information which may be required by law from time to time.

(f) Notice of Changes

Lender will give notice to Borrower of any change in the interest rate and monthly payment amount. The notice must be given at least 25 days before the new monthly payment amount is due, and must set forth (i) the date of the notice, (ii) the Change Date, (iii) the old interest rate, (iv) the new interest rate, (v) the new monthly payment amount, (vi) the Current Index and the date it was published, (vii) the method of calculating the change in monthly payment amount, and (viii) any other information which may be required by law from time to time.

(f) Calculation of Payment Change

If the interest rate changes on a Change Date, Lender will calculate the amount of monthly payment of principal and interest which would be necessary to repay the unpaid principal balance in full at the maturity date at the new interest rate through substantially equal payments. In making such calculation, Lender will use the unpaid principal balance which would be owed on the Change Date if there had been no default in payment on the Note, reduced by the amount of any prepayments to principal. The result of this calculation will be the amount of the new monthly payment of principal and interest.