(Space Above This Line For Recording Data)

MORTGAGE

HIS WIFE, IN JOINT TENANCY		_("Borrower"). This Security Instrument is given to		
HARRIS BANK BARRINGTON, NA		which is organized and existing		
under the laws of THE UNITED ST 201 S GROVE AVENUE BARRING	TATES OF AMERICA	and whose address is ("Lender").		
Borrower owes Lender the principa		Lence).		
Two Hundred Eight, Five Thousa				
Dollars (U.S. \$ 483 00.00). This debt is evidenced by Borrower's note d			
This Security Instrument secures to and modifications of the 1/2 (b) Security Instrument; and (a) the por	y payments, with the full debt, if not paid earlier, due and pay Lender: (a) the repayment of the debt evidenced by the No the payment of all other sums, with interest, advanced und informance of Borrower's covenants and agreements under the ortgage, grant and convey to Lender the following described	nte, with Interest, and all renewale, extensions for paragraph 7 to protect the security of this his Security Instrument and the Note. For this		
LOT 9 IN BLOCK 3 IN SUNSET HIS	DAY FARMS UNIT NUMBER 1, BEING A SUBDIVISION OF	•		
PART OF SECTION 26, TOWNSHI	P /2 HORTH, RANGE 9, EAST OF THE THIRD PRINCIPAL			
MERIDIAN, ACCORDING TO THE	PLAT TATREOF RECORDED NOVEMBER 22, 1967 AS DO	CUMENT		
NUMBER 20 328 735, IN COCK CO	DUNTY, "LIKOIS.			
P.I.N. 01-26-402-009	CO040			
	County :	0EPT-01 FINERDING #31.00 T01111 PAR 5044 04/28/94 12:40:00 #0340 A-94-384031 COUK SHATY RECURDER		
which has the address of	31 COVERED BRIDGE ROAD	SOUTH BARRINGTON		
40040	(Street)	(City)		
Illinois 60010	("Property Address");			
(Zip Code)		* '		

BORROWER COVENANTS that Borrower is lawfully selsed of the estate hereby conveyed and has the light 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.

THIS SECURITY INSTRUMENT combines uniform coveriants for national use and non-uniform coveriants with in ited violations by jurisdiction to constitute a uniform security instrument covering real property.

UNIFORM COVENANTS. Borrower and Lender covenant and agree as follows:

- 1. Payment of Principal and Interest; Prepayment and Late Charges. Burrower shall promptly pay when due the principal of and interest on the debt evidenced by the Note and any prepayment and late charges due under the Note.
- and interest on the debt evidenced by the Note and any prepayment and late charges due under the Note.

 2. Funds for Taxes and Insurance. Subject to applicable law or to a written waiver by Lender, Borrower shall pay to Lender on the day monthly payments are due under the Note, until the Note is paid in full, a sum ("Funds") for: (a) yearly taxes and assessments which may attain priority over this Security Insurance premiums at lien on the Property; (b) yearly leasehold payments or ground rents on the Property, if any; (c) yearly hazard or property insurance premiums; (d) yearly flood insurance promiums, if any; (e) yearly mortgage insurance premiums, if any; and (f) any sums payable by Borrower to Lender, in accordance with the provisions of paragraph B, in lieu of the payment of mortgage insurance premiums. These items are called "Escrow Items." Lender may, at any time, collect and hold Funds in an amount not to exceed the maximum amount a lender for a lederally related mortgage loan may require for Borrower's escrow account under the federal Real Estate Settlement Procedures Act of 1974 as amended from time to time, 12 U.S.C. SS 2601 et seq. ("RESPA"), unloss another law that applies to the Funds sets a lesser amount. If so, Lender may, at any time, collect and hold Funds in an amount not to exceed the lesser amount. Lender may estimate the amount of Funds due on the basis of current data and reasonable estimates of expenditures of future Escrow Items or otherwise in accordance with applicable law.

The Funds shall be hold in an institution whose deposits are insured by a federal agency, instrumentality, or entity (including Lender, if Lender is such an institution) or in any Federal Home Loan Bank. Lender shall apply the Funds to pay the Escrow Items. Lender may not charge Borrower for holding and applying the Funds, annually analyzing the escrow account, or verifying the Escrow Items, unless Lender pays Borrower Interest on the Funds and applicable law permits Lender to make such a charge. However, Lender may require Borrower to pay a one-time charge for an independent real estate tax reporting service used by Lender in connection with this loan, unless applicable law provides otherwise. Unless an agreement is made or applicable law requires interest to be paid, Lender shall not be required to pay Borrower any interest or earnings on the Funds. Borrower and Lender may agree in writing, however, that interest shall be paid on the

ILLINOIS -Single Family-Fannie Mae/Freddle Mac UNIFORM INSTRUMENT

Funds. Lender shall give to Borrov e with ut cas ge, on an unline of the Finds, nowing critical and debits to the Funds and the purpose for which each debit to the Funds was nade. The Finds are purifyed as additional security for all sums secured by this Security Instrument.

If the Funds held by Lender exceed the amounts permitted to be held by applicable law, Lender shall account to Borrower for the excess Funds in accordance with the requirements of applicable law. If the amount of the Funds held by Lender at any time is not sufficient to pay the Escrow Items when due, Lender may so notify Borrower in writing, and, in such case Borrower shall pay to Lender the amount necessary to make up the deficiency. Borrower shall make up the deficiency in no more than twelve monthly payments, at Lender's sole discretion.

Upon payment in full of all sums secured by this Security Instrument, Lender shall promptly refund to Borrower any Funds held by Lender; it, under paragraph 21, Lender shall acquire or sail the Property, Lender, prior to the acquisition or sails of the Property, shall apply any Funds held by Lender at the time of acquisition or sails as a credit against the sums secured by this Security Instrument.

- 3. Application of Payments. Unless applicable law provides otherwise, all payments received by Lender under paragraphs 1 and 2 shall be applied: first, to any prepayment charges due under the Note; second, to amounts payable under paragraph 2; third, to interest due; fourth, to principal due; and last, to any late charges due under the Note.
- 4. Charges; Liens. Borrower shall pay all taxes, assusaments, charges, fines and impositions attributable to the Property which may attain priority over this Security Instrument, and leasehold payments or ground rents, if any. Borrower shall pay these obligations in the manner provided in paragraph 2, or if not paid in that manner, Borrower shall pay them on time directly to the person owed payment. Borrower shall promptly furnish to Lender all notices of amounts to be paid under this paragraph. If Borrower makes these payments directly, Borrower shall promptly furnish to Lender receipts evidencing the payments.

Borrower shall promptly discharge any lien which has priority over this Security Instrument unless Borrower: (a) agrees in writing to the payment of the obligation secured by the fien in a manner acceptable to Lender; (b) contests in good faith the lien by, or defends against enforcement of the fien in, legal proceedings which in the Lender's opinion operate to prevent the enforcement of the lien; or (c) secures from the holder of the lien an agreement satisfactory to Lender subcordinating the lien to this Security Instrument. If Lender determines that any part of the Property is subject to a lien which may attain priority over this Security Instrument, Lender may give Borrower a notice identifying the lien. Borrower shall satisfy the lien or take one or more of the actions set forth above within 10 days of the giving of notice.

8. Hazard or "coperty Insurance. Borrower shall keep the improvements now existing or hereafter exected on the Property Insured against loss by fire, har and included within the term "extended coverage" and any other hazards, including floods or flooding, for which Lender requires insurance shall be maintained in the amounts and for the periods that Lender requires. The insurance carrier providing the insurance shall be chosen by Borrower subject to Lender's approval which shall not be unreasonably withheld. If Borrower falls to maintain coverage an acribed above, Lender may, at Lender's option, obtain coverage to protect Lender's rights in the Property in accordance with paragraph 7.

All insurance policies and verewals shall be acceptable to Lender and shall include a standard mortgage clause. Lender shall have the right to hold the policies and ransivals. If Lender requires, Borrower shall promptly give to Lender all receipts of paid premiums and ranswal notices. In the event of loss, do rower shall give prompt notice to the insurance carrier and Lender. Lender may make proof of loss if not made promptly by Borrower.

Unless Lunder and Borrower otherwise agree in writing, insurance proceeds shall be applied to restoration or repair of the Property damaged, if 'the restoration or repair is explicitly feasible and Lender's security is not lessened. If the restoration or repair is not economically feasible or Lender's security would be lessened, the insurance proceeds shall be applied to the sums secured by this Security instrument, whether or not then due, with any except had to Borrower. If Borrower abandons the Property, or does not anywar within 30 days a notice from Lender that the insurance carry has offered to settle a claim, then Lender may collect the insurance proceeds. Lender may use the proceeds to repair or restore the Property or to pay sums secured by this Security Instrument, whether or not then due. The 30-day period will begin when the notice is given.

Unless Lender and Borrower otherwise agree in widnit, any application of proceeds to principal shall not extend or postpone the due date of the monthly payments referred to in paragraphs 1 to 2 or change the amount of the payments. If under paragraph 21 the Property is acquired by Lender, Borrower's right to any insurance policipal and resulting from damage to the Property prior to the acquisition shall pass to Lender to the extent of the sums secured by this 5 curity instrument immediately prior to the acquisition.

- 8. Occupancy, Preservation, Maintenance and Protectic n of the Property; Borrower's Loan Application; Lesseholds. Borrower shall occupy, establish, and use the Property as Borrower's principal residence within sixty days after the execution of this Security Instrument and shall continue to occupy the Property as Borrower's principal residence within sixty days after the execution of this Security Instrument otherwise agrees in writing, which consent shall not be unreasonably with all or unless extenuating circumstances exist which are beyond Borrower's control. Borrower shall be in default if any torieture action or proceeding, which could reselve the following the property or otherwise materially known the Property to deteriorate, or commit waste on the Property. Borrower shall be in default if any torieture action or proceeding, which could reselve the following the property or otherwise materially known the Borrower instrument or Lender's security interest. Borrower may cure such a default and reinstate, as provided in paragraph 18, by causing the action or proceeding to be dismissed with a ruling that, in Lender's good faith determination, precludes forte-tures of the Borrower's interest in the Property or other material impairment of the lish created by this Security instrument or Lender's security interest. Borrower shall also be in default if Borrower, during the loan application process, gave materially laise or inaccurate information or struments to Lander (or failed to provide Lender with any material information) in connection with the loan evidenced by the Note, including, but not limited to, representations concerning Borrower's occupancy of the Property as a principal residence. If this Security instrument is on a lessehold, Borrower shall comply with all the provisions of the lesse. If Borrower acquires less title to the Property, the leasehold and the shall not merge unless Lender agrees to the morger in writing.
- 7. Protection of Lander's Rights in the Property. If Borrower falls to perform the colonints and agreements contained in this Security Instrument, or there is a legal proceeding that may significantly affect Lender's rights in ne Property (such as a proceeding in bankruptcy, probate, for condomnation or forteiture or to enforce laws or regulations), then Lender may do end pay for whatever is necessary to protect the value of the Property and Lender's rights in the Property. Lender's actions may include a language summer secured by a lien which has priority over this Security Instrument, appearing in court, paying reasonable attorneys' fees and entering on the Property to make repairs. Although Lender may take action under this paragraph 7, Lender does not have to do so.

Any amounts disbursed by Lender under this paragraph 7 shall become additional debt of Borrows', sourced by this Security Instrument. Unless Borrower and Lender agree to other terms of payment, these amounts shall be ar interest from it's date of disbursement at the Note rate and shall be payable, with interest, upon notice from Lender to Borrower requesting payment.

- 8. Mortgage Insurance. If Lender required mortgage insurance as a condition of making the loan secured by this Security Instrument, Borrower shall pay the premiums required to maintain the mortgage insurance in effect. If, for any reason, the mortgage insurance coverage required by Lender lapses or ceases to be in effect, Borrower shall pay the premiums required to ol. and coverage substantially equivalent to the mortgage insurance previously in effect, at a cost substantially equivalent to the cost to Borrower of the mortgage insurance previously in effect, from an alternate mortgage insurer approved by Lender. If substantially equivalent mortgage insurance coverage is not available, Borrower shall pay to Lender each month a sum equal to one-tweffth of the yearly mortgage insurance premium being paid by Borrower when the insurance coverage lapsed or ceased to be in effect. Lender will accept, use and retain these payments as a loss reserve in the of mortgage insurance. Loss reserve payments may no longer be required, at the option of Lender, if mortgage insurance coverage (in the amount and for the period that Lender requires) provided by an insurer approved by Lender again becomes available and is obtained. Borrower shall pay the premiums required to maintain mortgage insurance in effect, or to provide a loss reserve, until the requirement for mortgage ends in accordance with any written agreement between Borrower and Lender or applicable law.
- 9. Inspection. Lender or its agent may make reasonable entries upon and inspections of the Property. Lender shall give Borrower notice at the time of or prior to an inspection specifying reasonable cause for the inspection.
- 10. Condemnation. The proceeds of any award or claim for damages, direct or consequential, in connection with any condemnation or other taking of any part of the Property, or for conveyance in fleu of condemnation, are hereby assigned and shall be paid to Lander.

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In the event of a total taking of the Property, the proceeds shall be applied to the sums secured by this Security Instrument, whether or not then due, with any excess paid to Borrower. In the event of a partial taking of the Property in which the fair market value of the Property immediately before the taking is equal to or greater than the amount of the sums secured by this Security Instrument instrumentally before the taking, unless Borrower and Lender otherwise agree in writing, the sums secured by this Security Instrument shall be reduced by the amount of the proceeds multiplied by the following fraction: (a) the total amount of the sums secured immediately before the taking, divided by (b) the fair market value of the Property inmediately before the taking. Any balance shall be paid to Borrower. In the event of a partial taking of the Property in which the fair market value of the Property immediately before the taking is less than the amount of the sums secured immediately before the taking, unless Borrower and Lander otherwise agree in writing or unless applicable law otherwise provides, the proceeds shall be applied to the sums secured by this Security Instrument whether or not the sums are then due.

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 the notice is given. Lender is authorized to collect and apply the proceeds, at its option, either to restoration or repair of the Property or to this sums secured by this Security instrument, whether or not then due. Unless Lender and Borrower otherwise agree in writing, any application of proceeds to principal shall not extend or postpone the due date of the monthly payments referred to in paregraphs 1 and 2 or change the amount of such payments.

- 11. Borrower Not Released; Forbearance By Lender Not a Walver. Extension of the time for payment or modification of amortization of the sums secured by this Security Instrument granted by Lender to any successor in interest of Borrower shall not operate to release the liability of the original Borrower or Borrower's successors in interest. Lender shall not be required to commence proceedings against any successor in interest or refuse to extend time for payment or otherwise modify amortization of the sums secured by this Security Instrument by reast of any demand made by the original Borrower or Borrower's successors in interest. Any forbearance by Lender in exercising any right or rankedy shall not be a walver of or proclude the exercise of any right or rankedy.
- 12. Successors end Assigns Bound; Joint and Several Liability; Co-signers. The covenants and agreements of this Security Instrument shall bind any benefit the successors and assigns of Lender and Borrower, subject to the provisions of paragraph 17. Borrower's covenants and agreements and be joint and several. Any Borrower who co-signs this Security Instrument but does not execute the Note: (a) a co-stigning this Security instrument, invariant only to mortgage, grant and convey that Borrower's interest in the Property under the terms of this Security Instrument; (b) is not prevarylity obligated to pay the sums secured by this Security Instrument; and (c) agrees that Lender and any other Borrower may agree to extend, insulty, forbear or make any accommodations with regard to the terms of this Security Instrument or the Note without that Borrower's consent.
- 13. Loan Charges. If the loan section of by this Security Instrument is subject to a law which sets maximum loan charges, and that law is finally interpreted so that the interest or other soon charges collected or to be collected in connection with the loan exceed the permitted limits, then: (a) any such loan charge shall be refused by the amount necessary to reduce the charge to the permitted limit; and (b) any sums already collected from Borrower which exceeded permitted limits will be refunded to Borrower. Lunder may choose to make this refund by reducing the principal owed under the Note or by make a direct payment to Borrower. If a refund reduces principal, the reduction will be treated as a partial prepayment without any prepayment the gerunder the Note.
- 14. Notices. Any notice to Borrower provided for it 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 other 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 paragraps.
- 15. 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 sociated to be severable.
 - 16. Borrower's Copy. Borrower shall be given one conformed copy of the Liote and of this Security Instrument.
- 17. Transfer of the Property or a Beneficial Interest in Borrower. If all or any part of the Property or any Interest in it is sold or transferred (or if a beneficial interest in Borrower is sold or transferred and Borrower is no inviatural person) without Lundor's prior written consent, Lander may, at its option, require immediate payment in tuit of all sums secured by this Sucurity Instrument. However, this option shall not be exercised by Lender if exercise is prohibited by federal law as of the date of this Security Instrument.

If Lender exercises this option, Lender shall give Borrower notice of acceleration. The notice (not) provide a period of not less than 30 days from the date the notice is delivered or mailed within which Borrower must pay all sums to used by this Security Instrument. If Borrower fails to pay these sums prior to the expiration of this period, Lender may invoke any remedies per nittle 1 by this Security Instrument without further notice or demand on Borrower.

- 18. Borrower's Right to Reinstate. If Borrower moets cortain conditions, Borrower shall have the right 1. have enforcement of this Security Instrument discontinued at any time prior to the earlier of: (a) 5 days (or such other period as applicable law may specify for reinstatement) before sale of the Property pursuant to any power of sale contained in this Security Instrument; or (b, entire of a judgment enforcing this Security Instrument. Those conditions ar∋ that Borrower: (a) pays Lender all sums which then would be die under this Security Instrument and the Note as if no acceleration had occurred; (b) cures any default of any other covenants or agreements, (c) pays all expenses incurred in enforcing this Security Instrument, including, but not limited to, reasonable attorneys' fees; and (d) takes such action as Lender may reasonably require to assure that the lien of this Security Instrument, Lender's rights in the Property and Borrower's obligation to pay the sums secured by this Security Instrument shall continue unchanged. Upon reinstatement by Borrower, this Security Instrument and the obligations secured hereby shall remain fully effective as if no acceleration had occurred. However, this right to reinstate shall not apply in the case of acceleration under paragraph 17.
- 19. Sale of Note; Change of Loan Servicer. The Note or a partial interest in the Note (logother with this Security Instrument) may be sold one or more times without prior notice to Borrower. A sale may result in a change in the entity (known as the "Loan Servicer") that collects monthly payments due under the Note and this Security Instrument. There also may be one or more changes of the Loan Servicer unrelated to a sale of the Note. If there is a change of the Loan Servicer, Borrower will be given written notice of the change in accordance with paragraph 14 above and applicable law. The notice will state the name and address of the new Loan Servicer and the address to which payments should be made. The notice will also contain any other information required by applicable law.

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20. Hazardous Substances. Borrower shall not cause or permit the presence, use, disposal, storage, or release of any Hazardous Substances on or in the Property. Borrower shall not do, nor allow anyone else to do, anything affecting the Property that is in violation of any Environmental Law. The preceding two sentences shall not apply to the presence, use, or storage on the Property of small quantities of Hazardous Substances that are generally recognized to be appropriate to normal residential uses and to maintenance of the Property.

Borrower shall promptly give Lender written notice of any investigation, claim, demand, lawsuit or other action by any governmental or regulatory agency or private party involving the Property and any Hazardous Substance or Environmental Law of which Borrower has actual knowledge. If Borrower learns, or is notified by any governmental or regulatory authority, that any removal or other remediation of any Hazardous Substance affecting the Property is necessary, Borrower shall promptly take all necessary remedial actions in accordance with Environmental Law

As used in this paragraph 20, "Hazardous Substances" are those substances defined as toxic or hazardous substances by Environmental Law and the following substances: gasoline, karosens, other flammable or toxic petroleum products, toxic pesticides and herbicides, volatile solvents, materials containing asbeetos or formaldehyde, and radioactive materials. As used in this paragraph 20, "Environmental Law" means federal laws and taws of the jurisdiction where the Property is located that relate to health, safety or environmental containing as the co tal protection.

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

21. Acceleration; Remedies. Lender shall give notice to Borrower prior to acceleration following Borrower's breach of any covenant or agreement in this Security instrument (but not prior to acceleration under paragraph 17 unless applicable law provides otherwise). The notice shall specify: (a) the default; (b) the action required to cure the default; (c) a date, not less than 30 days from the date the notice is given to Borrower, by which the default must be cured; and (d) that failure to cure the default on or before the date specified in the notice may result in acceleration of the sums secured by this Security instrument, foreclosure by judicial to assert in the fire liciant is not cured on or before the date specified in the notice. If the disjustifies not cured on or before the date specified in the notice, lender at its option may require immediate payment in the fire incorrection by this Security instrument without further demand and may foreclose this Security instrument without further demand and may foreclose this Security instrument.

ment in full of all sum asscured by this Secul juducial proceeding. Londer shall be entitled 21, including, but not il nitrid to, reasonable att	rity instrument without further demand and may to collect all expenses incurred in pursuing the orneys' fees and costs of title evidence.	of foreclose this Security Instrument by a remedies provided in this paragraph
700		
22. Release. Upon pay nent of all sur charge to Borrower. Borrower shall play any reco	ns secured by this Security Instrument, Lender sha idation costs.	il release this Security Instrument without
23. Walver of Homestead. Sorrower	valves all rights of homestead exemption in the Pro	perty.
24. Riders to this Security Instrument, instrument, the covenants and agreements of this Security Instrument as if the rid (Check applicable box(es))	If one or more riders are executed by Borrower th such rider shall be incorporated into and shall ar is (2) vere a part of this Security Instrument.	and recorded together with this Security nend and supplement the covenants and
Adjustable Rate Rider	Condominium Rider	1-4 Family Rider
Graduated Payment Rider	Parined Unit Development Rider	Biweekly Fayment Rider
Balloon Ricier	Ha le Improvement Rider	Second Home Rider
Other(s) [specify]		
BY SIGNING BELOW, Borrower accepts rider(s) executed by Borrower and recorded with	and agrees to the termy and covenants contained.	d in this Security Instrument and in any
Signed, sealed and delivered in the presence of:	File Ober	(Seal)
	FREDERICK R. O'CON	-Borrower
	Social Security Number 35	9-38-3882
	in flack of	(Seal)
	BARBARA A. OLSON	-Borrower
	Social Security Number	14-36-1584
		(Seel)
		-Bollows
	Social Security Number	
		(Seel)

Social Security Number (Space Balow This Line For Acknowledgment) Cock STATE OF ILLINOIS County sa:

personally known to me to be the same person(s) whose name(s)

they subscribed to the foregoing instrument, appeared before me this day in person, and acknowledged that

free and voluntary act, for the uses and purposes therein set forth. signed and delivered the said instrument as their

Given under my hand and official seal, this **22nd** day of April, 1994

day fults

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

KIM MOONEYHAM This instrument was prepared by:

Return To: HARRIS BANK BARRINGTON, NA

My Commision Expires:

201 S GROVE AVENUE BARRINGTON, ILLINOIS 60010

OFFICIAL SEAT **CRAIGO LUEDTKE** NOTARY PUBLIC STATE OF ILLINOIS MY COMMISSION EXP FEB 18,1996

Form 3014 9/90

(page 4 of 4 pages)

-Borrower

ADJUSTABLE RATE RIDER

(1 Year Tressury Index - Rate Cops)

THIS ADJUSTABLE RATE RIDER is made this 22nd day of April, 1994 , and is incorporated into and shall be deemed to amend and supplement the Mortgage, Deed of Trust or Security Deed (the "Security Instrument") of the same date given by the undersigned (the "Borrower") to secure Borrower's Adjustable Rate Rote (the "Note") to HARRIS BANK BARRINGTON, NA

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

31 COVERED BRIDGE ROAD SOUTH BARRINGTON, ILLINOIS 60010

[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 COMMINANTS. In addition to the covenants and agreements made in the Security Instrument, Sorrower and Lender further comment and agree as follows:

A. INTEREST RATE AND MONTHLY PAYMENT CHANGES

The Note provides for an initial interest rate of interest rate and the mon his payments, as follows:

X. The Note also provides for changes in the

4. INTEREST RATE AND MONTHLY PAYMENT CHANGES

(A) Change Dates

The interest rate I will pay met change on the first day of May, 1888 , and on that day every 12th month thereafter. Each wate on which my interest rate could change is called a "Change Date."

(8) The Index

Beginning with the first Change Date, Ay adjustable interest rate will be beset on an Index. The "index" is the weekly average yield on United States Trees as accurities adjusted to a constant maturity of 1 year, as made available by the Federal Reserve Board. The most right index figure available as of the date 45 days before each Change Date is called the "Current Index."

If the Index is no longer available, the Nota Holder will choose a new index which is based upon comparable information. The Note Holder will give me notice of this choice.

(C) Calculation of Changes

Before each Change Date, the Note Holder will calculate me new interest rate by adding Two and Three Quarters

percentage points (2.750 %) to the furgent index. The Note Holder will then round the result of this addition to the nearest one-eighth of one percentage (oint (0.125%). Subject to the limits stated in Section 4(D) below, this rounded amount will be my new interest rate with the next Change Date.

The Note Holder will then determine the amount of the monthly payment that would be sufficient to repay the unpaid principal that I am expected to one at the Change Dato in full on the moturity date at my new interest rate in substantially equal payments. The result of this calculation will be the raw amount of my monthly payment.

(D) Limits on Interest Rate Changes

The interest rate 1 am required to pay at the first Change Date will not by greater than 9.750 % or tess than 5.780 %. Thereafter, my adjustable interest rate will never be increased or decreased on any single Change Date by more than two percentage points (2.0%) from the rate of interest 1 have been paying for the preceding twelve months. By interest rate will never be greater than 13.750 %.

(E) Effective Date of Changes

My new interest rate will become effective 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.

(F) Notice of Changes

The Note Holder will deliver or mail to me a notice of any changes in my interest rate and 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.

54384031

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(lee8) Neworlod-	0			
-Politoner (Seal)	TALALAL N. (1/5)	Wayya W.J.		
lewel)	SICK M. OLSON	- HEÖEN		
elas eldalzulbā zidi ni be	in a and covenants contains	f eff of seenga bna si	BEFOM' BOLLOMOL OCCOD	BY SIGNING I
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