

premises defined below, and the security interest and all created to it, and the consideration for the same, as evidenced by the Note and secured by this Mortgage, and the after acquired interests therein, the receipt of which is hereby acknowledged. Mortgagee and its assigns presents MORTGAGE, GRANT, REMISE, RELEASE, ALIEN and CONVEY unto the Mortgagee, its successors and assigns, to have and to hold to the following described real estate "Land", right, title and interest thereon situated lying and being in the City of Chicago, Cook County, Illinois, and State of Illinois, to-wit:

THE NORTH 19 FEET OF LOT 11, THE NORTH 21 FEET OF LOT 12, AND ALL OF LOT 13 IN MACALESTER'S SUBDIVISION OF BLOCK 3 OF VERNON PARK ADDITION TO CHICAGO, BEING A SUBDIVISION OF BLOCKS 27, 28, 29, 30 AND 31 IN DANIEL THURSTON'S SUBDIVISION OF THE WEST 1/2 OF THE NORTHEAST 1/4 OF SECTION 17, TOWNSHIP 14 NORTH, RANGE 14 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

(PIN: 17-1901-003; 17-1902-004; 17-1903-005)

Property of Cook County Clerk's Office

more commonly known as:
762 South Lytle Street, Chicago, Illinois 60612

TOGETHER with and to the full extent of the Mortgagee's legal and equitable interests therein, whether or not what together with the Land is referred to in this Mortgage as the "premises" or the "mortgage property":

(a) **Appurtenances.** All tenements, rights, ways, easements, tenements, parts of ways, privileges, liberties, appendages and appurtenances now or hereafter belonging to the premises or pertaining to the Land (including without limitation, all rights relating to street and sanitary sewer, water, gas, electric, trolley and telephone services, all development rights, including water, water rights, water stock, gas, oil, minerals, coal and other substances, of any kind or character, in being or to be attached to the Land, all estate claim, demand, right, title or interest of the Mortgagee in and to any street, path, highway, or other vacated or otherwise adjoining the Land, or any part thereof, and any streets and lanes belonging adjacent or pertaining to the Land; and any after acquired title to any of the foregoing;

(b) **Improvements and Fixtures.** All buildings, structures, erections, improvements, chattels, fixtures, fittings and other improvements and property of every kind and character now or hereafter located or created on the Land, together with all building or construction materials, equipment, appliances, machinery, plant, equipment, fittings, apparatus, fixtures and other articles of any kind or nature now or hereafter found on, affixed to or attached to the Land, or said improvements including without limitation, boilers, engines and devices for the operation of pumps, and all heating, electrical, lighting, power, plumbing, air conditioning, refrigeration and ventilation equipment, all of the foregoing is herein referred to collectively as the "Improvements";

(c) **Personal Property.** All tangible materials, goods, construction materials, fixtures, including stoves, refrigerators, water fountains and covers, fans, heaters, air conditioners, coffee makers, dishwashers, clothes washers and dryers, water heaters and similar equipment, safes, locks, blinds, window shades, carpeting, floor coverings, elevators, office equipment, growing plants, fire extinguishers and alarms, control devices, equipment, including motor vehicles and all window cleaning, building cleaning, swimming pool, recreational, furniture, baggage, air conditioning, pest control and other equipment, tools, furnishings, furniture, light fixtures, construction additions to the premises, and all other tangible property of any kind or character now or hereafter (owned by the Mortgagee and used or used in connection with the premises, any construction undertaken in or on the premises, any trade, business or other activity (whether or not engaged in for profit) for which the premises are used, the maintenance of the premises or the convenience of any guests, licensees or invitees of the Mortgagee, all regardless of whether located in or on the premises or located elsewhere for purposes of fabrication, storage or otherwise including, without limitation, all rights under, and to the escrow accounts established and maintained pursuant to this Mortgage, all of the foregoing is herein referred to collectively as the "Goods";

(d) **Intangibles.** All goodwill, trademarks, trade names, option rights, purchase contracts, books and records and general intangibles of the Mortgagee relating to the premises, or any portion thereof, and all accounts,

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contract rights, instruments, chattel paper and other rights of the Mortgagee for payment of money, for property sold or lent, for services rendered, for money lent or for advances or for interests made and any other intangible property of the Mortgagee related to the premises or any portion thereof, and all the foregoing is herein referred to collectively as the "Intangibles".

e. **Rents.** All rents, issues, profits, royalties, awards, income and other benefits derived or awarded to the Mortgagee directly or indirectly from the premises or any portion thereof, and all the foregoing is herein collectively called the "Rents".

f. **Leases.** All rights of the Mortgagee under all leases, licenses, occupancy agreements, concessions or other arrangements, whether written or oral, whether now existing or entered into at any time hereafter, whereby any person agrees to pay money or any consideration for the use, possession or occupancy of, or any estate in, the premises or any portion thereof, and all rents, issues, profits, benefits, awards, advantages and claims against guarantors under any thereof, all of the foregoing is herein called the "Leases".

g. **Plans.** All rights of the Mortgagee to plans and specifications, designs, drawings and other matters prepared for any construction in or on the premises, all of the foregoing is herein called the "Plans".

h. **Other Property.** All other property or rights of the Mortgagee of any kind or character related to the Land or the Improvements, and all interests including insurable and condemnation interests, and products of any of the foregoing.

It is understood that the enumeration of any specific items of property shall in no way exclude or be held to exclude any items of property not specifically mentioned. All of the mortgaged property described above is intended to be mortgaged and conveyed as a unit. All of the such mortgaged property hereby agreed to be mortgaged to the fullest extent permitted by law, real estate and conveyed and mortgaged hereto. As to the nature of the above-described mortgaged property which is personal property under applicable law or items which are or may become fixtures, this Mortgage shall also be construed as a security agreement under the Uniform Commercial Code as in effect in the state in which the premises are located, and this Mortgage constitutes a financing statement filed as a fixture filing in the official records of the County Recorder of the County in which the premises are located with respect to any and all fixtures included within the property described above, and with respect to any goods or other personal property that may now or hereafter become such fixtures.

IT IS FURTHER UNDERSTOOD AND AGREED THAT

1. **Maintenance, Repair and Restoration of Improvements, Payment of Prior Liens, Etc.** Mortgagee shall: a) promptly repair, restore or rebuild any buildings or improvements now or hereafter on the premises which may be damaged or be destroyed; b) keep said premises in good condition and repair, without waste, and free from mechanics' liens or other liens or claims for lien not expressly subordinated to the lien hereof; c) pay when due any indebtedness which may be secured by a lien or charge on the premises superior to the lien hereof, and upon request extend satisfactory evidence of the discharge of such prior lien to Mortgagee; d) complete within a reasonable time any building or buildings now or at any time in process of erection upon said premises; e) comply with all requirements of law, municipal ordinances, or restrictions of record with respect to the premises and the use thereof; f) make no material alterations in said premises except as required by law or municipal ordinance; g) suffer or permit no change in the general nature of the occupancy of the premises, without Mortgagee's written consent; h) initiate or acquiesce in no zoning reclassification, without Mortgagee's

stock of a corporation, if any, owning a portion of the beneficial interest in the Mortgage is conveyed, transferred, or hypothecated, in whole or in part.

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

4. **Insurance.** Mortgagee shall keep all buildings and improvements now or hereafter situated on said premises insured, until the indebtedness secured by this Mortgage is fully paid, or in case of foreclosure, until the expiration of any period of redemption, against loss or damage by fire and such other hazards as may reasonably be required by Mortgagee, including without limitation on the generality of the foregoing, war damage insurance whenever in the opinion of Mortgagee such protection is necessary. Mortgagee shall also provide liability insurance, with such limits for personal injury and death and property damage as Mortgagee may require, and if required by Mortgagee, flood and rents, which will assure coverage for loss of rental income for twelve (12) consecutive months insurance. All policies of insurance to be furnished hereunder shall be in forms, companies and amounts satisfactory to Mortgagee, but in no event less than the amount needed to pay in full the indebtedness secured hereby, with mortgagee clauses attached to all policies in favor of and in form satisfactory to Mortgagee, including a provision requiring that the coverage evidenced thereby shall not be terminated or materially modified without ten (10) days' prior written notice to the Mortgagee. Mortgagee shall deliver all policies, including additional and renewal policies, to Mortgagee, and in the case of insurance about to expire, shall deliver renewal policies not less than ten (10) days prior to the respective dates of expiration.

Unless Mortgagee provides evidence of the insurance coverage required by this Mortgage, Mortgagee may purchase insurance at Mortgagee's expense to protect Mortgagee's interest in the premises. The insurance may, but need not, protect Mortgagee's interests. The coverage that Mortgagee may purchase may not pay any claim that mortgagee makes or any claim that is made against Mortgagee in connection with the premises. Mortgagee may later cancel any insurance purchased by Mortgagee, but only after providing Mortgagee with evidence that Mortgagee has obtained insurance as required by this Mortgage. If Mortgagee purchases insurance for the premises, Mortgagee will be responsible for the costs of that insurance, including interest and any other charges that Mortgagee may impose in connection with the placement of the insurance, until the effective date of the cancellation or expiration of the insurance. The costs of the insurance may be added to Mortgagee's total outstanding balance or obligation. The costs of the insurance may be more than the cost of insurance Mortgagee may be able to obtain acting alone.

5. **Tax and Insurance Deposits.** To more fully protect the security of this Mortgage, and to provide security to the Mortgagee for the payment of real estate taxes and insurance premiums, Mortgagee agrees to pay to Mortgagee, at such place as Mortgagee may from time to time in writing appoint and in the absence of such appointment, then at the office of the Mortgagee in Chicago, Illinois, each month at the due date for the monthly installments of principal and interest as provided for under the Note, in addition to paying the principal and interest provided for under the Note, in an amount as determined by Mortgagee, in such manner as the Mortgagee may require, to provide security for the payment of the real estate taxes and insurance premiums.

If at any time the amount of the real estate taxes or insurance premiums are increased, or if Mortgagee receives information that the same will be increased, or if the monthly deposits then being made by Mortgagee for this purpose, if continued, would not make up a fund sufficient in the opinion of the Mortgagee to pay such item 60 days prior to its normally scheduled installment due date, said monthly deposits shall thereupon be increased and Mortgagee shall deposit immediately with Mortgagee on demand such additional sums as are determined by the Mortgagee so that the moneys then on hand for the payment of said item plus the increased monthly payments and such additional sums remaining shall be sufficient so that Mortgagee shall have received from Mortgagee adequate amounts to pay such item at least 60 days before the normally scheduled installment due date. For the purpose of determining whether Mortgagee has on hand sufficient moneys to pay any particular item at least 60 days prior to the due date therefore, deposits for each item shall be treated separately, it being the intention that Mortgagee shall not be obligated to use moneys deposited for the payment of an item not yet due and payable for the payment of an item that is due and payable.

Notwithstanding the foregoing, it is understood and agreed that deposits provided for hereunder may be held by Mortgagee in a single non-interest bearing account, and that Mortgagee, at its option, may if Mortgagee fails to make any deposit required hereunder, use deposits for one item for the payment of another item then due and payable. All such deposits shall be held in escrow by Mortgagee and shall be applied by Mortgagee to the payment of the said real estate taxes and insurance premiums when the same become due and payable. Failure to pay any of the aforesaid monthly deposits for 10 days after they are due or failure to pay any of the aforesaid additional deposits for 5 days after demand by Mortgagee, shall be an event of default under the Note secured by this Mortgage and under this Mortgage, in which event all remedies under the Note secured by this Mortgage and this Mortgage may be immediately exercised by the Mortgagee and, further, all moneys on hand in the deposit fund may, at the option of Mortgagee, be applied in reduction of the indebtedness under the Note secured by this Mortgage.

If the funds so deposited exceed the amount required to pay such taxes for any year, the excess shall be applied to subsequent deposits or deposits. The Mortgagee further agrees that Mortgagee shall not be required to make payments for which insufficient funds are on deposit with the Mortgagee. Mortgagee agrees that the funds on deposit contained shall be construed as requiring the Mortgagee to advance the same to pay such taxes and the Mortgagee shall not incur any liability for anything it may do or omit to do.

Upon an assignment of this Mortgage, Mortgagee shall have the right to pass over the balance of such deposits in its possession to the assignee and Mortgagee shall thereupon be completely released from all liability with respect to such deposits and Mortgagee shall look solely to the assignee or trustee with respect thereto. This provision shall apply to every transfer of such deposits to a new assignee. Upon full payment of the indebtedness under the Note secured by this Mortgage and the Mortgagee or at any prior time at the option of the then holder of the Note and this Mortgage, the balance of the deposits in its possession shall be paid over to the record owner of the premises within a reasonable time period following payment and no other party shall have any right or claim thereto in any event.

6. Hazardous Material; Indemnification. Neither Mortgagee nor, to the best knowledge of Mortgagee, any other person or entity has ever caused or permitted, and Mortgagee will not at any time cause or permit, a Reportable Quantity (as hereinafter defined) of Hazardous Material (as hereinafter defined) to be placed, held, located or disposed of on, under or at the premises, or any part thereof, or to be unlawfully transported from the premises, or to be transported from the premises and unlawfully placed, held, located or disposed of on, under or at any other site or property, by whomever owned, or to be released in to the atmosphere or any watercourse, body of water or wetlands, or to be disposed of in any place or manner which, with the passage of time or the giving of notice or both, would give rise to liability or potential liability under any Environmental Laws (as hereinafter defined). Neither the premises nor any part thereof, has ever been used (whether by Mortgagee or, to the best knowledge of Mortgagee, by any other person or entity) and Mortgagee will not use or permit the premises, or any part thereof, to be used, as a treatment, storage or disposal, whether permanent or temporary, site for any Hazardous Material.

Mortgagor hereby indemnifies Mortgagee and agrees to hold Mortgagee harmless from and against any and all losses, liabilities, damages, fines, penalties, injuries, costs, expenses and claims of any and every kind whatsoever (including, without limitation, attorneys' and paralegals' fees and other legal expenses) which at any time or from time to time may be paid, incurred or suffered by, or asserted against, Mortgagee for, with respect to, or as a direct or indirect result of, the presence on, at or under the premises, or, following relocation thereof from the premises, the presence on, at or under any other site or property, or the escape, seepage, leakage, spillage, discharge, emission or release from the premises into or upon any land, the atmosphere, or any watercourse, body of water or wetland, of any Hazardous Material (including, without limitation, any losses, liabilities, damages, fines, penalties, injuries, costs, expenses or claims asserted or arising under any Environmental Laws). Notwithstanding anything to the contrary in this Mortgage, the Note or any other instrument or document, the provisions of and undertakings and indemnification set out in this provision shall survive the satisfaction and release of this Mortgage and the payment and satisfaction of all indebtedness secured by this Mortgage, and shall continue in effect forever.

"Hazardous Material" means and includes any hazardous, toxic or dangerous substance or any pollutant or contaminant defined as such in, or for purpose of, any Environmental Laws. "Reportable Quantity" means, with respect to any Hazardous Material, a reportable quantity of such Hazardous Material as specified in, or for purposes of, any Environmental Laws. "Environmental Laws" means the Comprehensive Environmental Response, Compensation, and Liability Act, any so-called "Superfund" or "Superfund" law, the Resource Conservation and Recovery Act, the Clean Water Act, the Toxic Substances Control Act, the Illinois Responsible Property Transfer Act or any other existing or future federal, state or local statute, law, ordinance, code, rule, regulation, order or decree, regulating, relating to, or imposing liability or standards of conduct or remediation concerning any hazardous, toxic or dangerous waste, substance or material, each as now in hereafter in effect.

7. Mortgagee's Interest In and Use of Deposits. In the event of a default in any of the provisions contained in this mortgage or in the Note, the Mortgagee may at its option, without being required to do so, apply any moneys at the time on deposit pursuant to paragraph 5 hereof, as any one or more of the same may be applicable, on any of Mortgagee's obligations herein or in the Note contained, in such order and manner as the Mortgagee may elect. When the indebtedness secured hereby has been fully paid, any remaining deposits shall be paid to Mortgagor or to the then owner or owners of the mortgaged premises within a reasonable period of time. Such deposits are hereby pledged as additional security for the indebtedness hereunder and shall be held in trust to be irrevocably applied by the Mortgagee for the purposes for which made hereunder and shall not be subject to the direction or control of the Mortgagor; provided, however, that the Mortgagee shall not be liable for any failure to apply to the payment of taxes and insurance premiums any amount so deposited unless Mortgagor, while not in default hereunder, shall have requested Mortgagee in writing not less than thirty (30) days prior to the due date therefore to make application of such funds to the payment of the particular taxes or insurance premiums for payment of which they were deposited, accompanied by the bills for such taxes and insurance premiums.

8. Mortgagee's Right to Act. If Mortgagor fails to pay any claim, lien or encumbrance which shall have a prior lien to the lien of this indenture, or to pay when due, any tax or assessment, or any insurance premium, or to keep

the premises in repair, as above said, or shall commit or permit waste, or if there be commenced any action or proceeding affecting the premises or the title thereto, then Mortgagee, at its option, may pay such claim, lien, encumbrance, tax, assessment or premium, with right of subrogation thereunder, may procure such abstracts or other evidence of title as it deems necessary, may make such repairs and take such steps as it deems advisable to prevent or cure such waste, and may appear in any such action or proceeding and retain counsel therein, and take such action thereon as Mortgagee deems advisable, and for any of such purposes Mortgagee may advance such sums of money as it deems necessary. Mortgagee shall be the sole judge of the legality, validity and priority of any such claim, lien, encumbrance, tax, assessment and premium, and of the amount necessary to redress its satisfaction thereof. Mortgagee will pay to Mortgagor, immediately and without demand, all sums of money advanced by Mortgagee pursuant to this paragraph together with interest on each such advance at the rate set forth in the Note, and all such sums and interest thereon shall be secured hereby.

9. Adjustment of Losses with Insurer and Application of Proceeds of Insurance. In case of loss, the Mortgagee (or after entry of decree of foreclosure purchaser at the sale of the premises hereon, as the case may be) is hereby authorized either (a) to settle or accept compromise and adjust, in its discretion, any claim under such insurance policies without consent of Mortgagor, or (b) to allow Mortgagee to agree with the insurance company or companies on the amount to be paid upon the loss. In either case Mortgagee is authorized to collect and receipt for all such insurance moneys. Mortgagor agrees to sign upon demand by Mortgagee, all receipts, vouchers and releases requested of him by the companies. If and when Mortgagee is obliged to restore or replace the damaged or destroyed buildings or improvements under the terms of any lease or leases which may be prior to the lien of this Mortgagee, the said damage or destruction does not result in cancellation or termination of such insurance, if the insurers do not deny liability as to the amounts and if such proceeds are sufficient to pay the cost of the damaged or destroyed buildings and improvements at the judgment of Mortgagee, such proceeds shall be used for such restoration of buildings and improvements, its disbursements. In all other cases, such insurance proceeds may be applied at the option of Mortgagee either to pay the cost of the debt secured hereby, whether due or not, or to hold for the Mortgagor and used to reimburse Mortgagee for the cost of the building or restoration of buildings or improvements or other purposes. The buildings and improvements shall be so restored or replaced as to be of at least equal value and substantial utility to the value hereon as prior to the said damage or destruction. If there is not Mortgagee is entitled to reimbursement of its disbursements out of Mortgagee's cost to permit reimbursement out of insurance proceeds, such proceeds shall be made available from time to time, until the Mortgagee is being furnished with satisfactory evidence of the estimated cost of the work to be done, and with satisfactory certificates, warrants, orders, contractors' sworn statements and other evidence of cost and of payment as the Mortgagee may require and approve, and if the estimated cost of the work exceeds ten percent (10%) of the amount of the indebtedness secured hereby, no payment made hereon to the Mortgagor out of the insurance proceeds shall be made until the value of the work performed, from time to time, and if at times the indebtedness hereon shall exceed the proceeds of such insurance, the funds of the Mortgagee shall be at least sufficient to pay for the cost of such work from time to time. In the case where insurance proceeds are used for reimbursement, Mortgagee agrees to pay Mortgagee for all disbursements, disbursements and its inspection and processing fees.

In the case of loss after foreclosure of buildings have been destroyed, the proceeds of such insurance shall be applied or policies, if not applied as above said, to pay the amount due on the mortgage, and the balance, if any, shall be paid to the owner of the equity of redemption of the premises, or to the person to whom the same may be sold, if any, may direct. In case of the foreclosure sale of this mortgage, the courts or its agent may provide for the application of the proceeds attached to each of said insurance policies may be cancelled and that the proceeds of the same shall be used to pay the amount due to be attached to each of said policies making the loss thereunder payable to the lender and any of the said insurance policy may further provide that in case of any of the aforesaid plans and in said cases shall be the stipulation of the same, made, and provided, then and in every such case, each successive redemption may cause that the insurance policy shall be cancelled and insurance policy to be cancelled and a new insurance policy to be attached thereto, making the loss thereon payable to the lender or redeemer. In the event of foreclosure of said Mortgagee is hereby authorized with all the assets of Mortgagee to assign all any and all insurance policies to the purchaser at the sale or to take such other steps as Mortgagee may deem it advisable to cause the interest of such purchaser to be protected by any of the said insurance policies.

10. Stamp, Transfer or Revenue Tax. If, by the laws of the United States of America, or of any State or Territory having jurisdiction over the Mortgagor or the premises, any tax is due or becomes due in respect of the assignment of the Note or this Mortgage or the recording thereof, the Mortgagor covenants and agrees to pay such tax in the manner required by any such law. The Mortgagor further covenants to hold harmless and agrees to indemnify the Mortgagee, its successors or assigns, against any liability incurred by reason of the imposition of any such tax.

11. Prepayment Privilege. At such time as the Mortgagor is not in default either under the terms of the Note or under the terms of this Mortgage, the Mortgagor shall have such privilege of making prepayments on the principal of the Note in addition to the required payments, as may be provided in the Note, and in accordance with the terms and conditions, if any, set forth in the Note.

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

13. **Effect of Changes in Laws Regarding Taxation.** In the event of the enactment after this date of any law of the state in which the premises are located deducting from the value of land for the purpose of taxation any lien hereon, or imposing upon the Mortgagee the payment of the whole or any part of the taxes or assessments or charges or liens herein required to be paid by Mortgagor, or changing in any way laws relating to the taxation of mortgages or debts secured by mortgages or the mortgagees interest in the property, or the manner of collection of taxes, so as to affect this Mortgage or the debt secured hereby or the holder thereof, then, and in any such event, the Mortgagor, upon demand by the Mortgagee, shall pay such taxes or assessments, or reimburse the Mortgagee therefor; provided, however, that if in the opinion of counsel for the Mortgagee, it might be unlawful to require Mortgagor to make such payment or if the making of such payment might result in the imposition of interest in excess of the maximum amount permitted by law, then and in such event, the Mortgagee may elect, by notice in writing given to the Mortgagor, to declare all of the indebtedness secured hereby to be and become due and payable sixty (60) days from the date of giving of such notice.

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

15. **Mortgagee's Reliance on Tax and Insurance Bills, Etc.** Mortgagee in making any payment is hereby authorized: (a) to pay any taxes, assessments and insurance premiums, according to any bill, statement or estimate procured from the appropriate public office or vendor without inquiry into the accuracy of such bill, statement or estimate or into the validity of any tax, assessment, insurance premiums, sale, forfeiture, tax lien or title or claim thereof; or (b) to purchase, discharge, compromise or settle any other prior lien, without inquiry as to the validity or amount of any claim for lien which may be asserted.

16. **Acceleration of Indebtedness in Case of Default.** If any of the following occur: (a) default be made for fifteen (15) days in the due and punctual payment of the Note or any installment thereon in accordance with the terms thereof, either of principal or interest; or (b) the Mortgagor shall file a petition in voluntary or involuntary bankruptcy under the United States Bankruptcy Code or any similar law, state or federal, whether now or hereafter existing, or an answer admitting insolvency or inability to pay its debts, or fail to obtain a vacation or stay of involuntary proceedings within the 30 days, as hereinafter provided; or (c) the Mortgagor shall be adjudicated a bankrupt, or a trustee or a receiver shall be appointed for the Mortgagor or for all of its property or the major part thereof in any involuntary proceeding, or any court shall have taken jurisdiction of the property of the Mortgagor or the major part thereof in any involuntary proceeding for the reorganization, dissolution, liquidation or winding up of the Mortgagor, and such trustee or receiver shall not be discharged or such jurisdiction relinquished or vacated or stayed on appeal or otherwise stayed within ten (10) days; or (d) the Mortgagor shall make an assignment for the benefit of creditors, or shall admit in writing its inability to pay its debts generally as they become due, or shall consent to the appointment of a receiver or trustee or liquidator of all of its property or the major part thereof; or (e) default shall be made in the due observance or performance of any other of the covenants, agreements or conditions hereinbefore or hereinafter contained, required to be kept or performed or observed by the Mortgagor, and the same shall continue for three (3) days after a default or event of default occurs under any other loan, secured or unsecured, or other agreement made by Mortgagee to Mortgagor, and/or any beneficiary of Mortgagor or any agreement between Mortgagee and Mortgagor, and/or any beneficiary of Mortgagor, or to any guarantor of this loan, then and in every such case the whole of said principal sum hereby secured shall, at once, at the option of the Mortgagee, become immediately due and payable, together with accrued interest thereon, **without notice to Mortgagor.**

17. **Foreclosure; Expense of Litigation.** When the indebtedness hereby secured or any part thereof, shall become due, whether by acceleration or otherwise, Mortgagee shall have the right to cause the sale or foreclosure of such indebtedness or part thereof. In any suit to foreclose the lien hereof, there shall be added to the amount of such indebtedness in the decree for sale all expenditures and expenses which may be paid or incurred by or on behalf of Mortgagee for attorneys' fees, appraiser's fees, outlays for documentary and expert evidence, court charges, publication costs, and costs (which may be estimated as to items to be expended after entry of the decree) for procuring all such abstracts of title, title searches and examinations, title insurance policies, Torrens certificates, and similar data and assurances with respect to title and any other expenses as Mortgagee may deem reasonably necessary either to prosecute such suit or

to evidence to bidders at any sale which may be had pursuant to such decree the true condition of the title or the value of the premises. All expenditures and expenses of the nature in this paragraph mentioned, and such expenses and fees as may be incurred in the protection of said premises and the maintenance of the lien of this mortgage, including the fees of any attorney employed by Mortgagee in any litigation or proceeding affecting this Mortgage, the Note or said premises, including probate and bankruptcy proceedings, or in preparations for the commencement or defense of any proceeding or threatened suit or proceedings, whether or not actually commenced, shall be immediately due and payable by Mortgagor, with interest thereon at the rate applicable to the indebtedness secured by this Mortgage and the same shall be secured by this Mortgage.

18. **Application of Proceeds of Foreclosure Sale.** The proceeds of any foreclosure sale of the premises shall be distributed and applied in the following order of priority: First, on account of all costs and expenses incident to the foreclosure proceedings, including all such items as are mentioned in the preceding paragraph hereof; second, all other items which under the terms hereof constitute secured indebtedness additional to that evidenced by the Note, with interest thereon as herein provided; third, all principal and interest remaining unpaid on the Note; fourth, any overplus to Mortgagor, its successors or assigns, as their rights may appear.

19. **Appointment of Receiver.** Upon or at any time after the filing of a complaint to foreclose this Mortgage, the court in which such complaint is filed may appoint a receiver of said premises. Such appointment may be made either before or after sale, without notice, without regard to the solvency or insolvency of Mortgagor at the time of application for such receiver and without regard to the then value of the premises or whether the same shall be then occupied as a homestead or not and the Mortgagee hereunder or any holder of the Note may be appointed as such receiver. Such receiver shall have power to collect the rents, issues and profits of said premises during the pendency of such foreclosure suit and in case of a sale and a deficiency, during the full statutory period of redemption, whether there be redemption or not, as well as during any further time when Mortgagor, except for the intervention of said receiver, would be entitled to collect such rents, issues and profits, and all other powers which may be necessary or are usual in such cases for the protection, possession, control, management and operation of the premises during the whole of said period. The court from time to time may authorize the receiver to apply the net income in his hands in payment in whole or in part of: (a) the indebtedness secured hereby, or by any decree foreclosing this Mortgage, or any tax, special assessment or other lien which may be or become superior to the lien hereof or of such decree, provided such application is made prior to foreclosure sale; (b) the deficiency in case of a sale and deficiency.

20. **Assignment of Rents and Leases.** To further secure the indebtedness secured hereby, Mortgagor does hereby sell, assign and transfer unto the Mortgagee all the rents, issues and profits now due and which may hereafter become due under or by virtue of any lease, whether written or verbal, or any letting of, or of any agreement for the use or occupancy of the premises or any part thereof, which may have been heretofore or may be hereafter made or agreed to or which may be made or agreed to by the Mortgagee under the powers herein granted, it being the intention hereby to establish an absolute transfer and assignment of all of such leases and agreements, and all of the avails thereunder, unto the Mortgagee, and Mortgagor does hereby appoint irrevocably the Mortgagee its true and lawful attorney in its name and stead, with or without taking possession of the premises as provided herein, to rent, lease or let all or any portion of said premises to any party or parties at such rental and upon such terms as said Mortgagee shall in its discretion determine, and to collect all of said avails, rents, issues and profits arising from or accruing at any time hereafter, and all now due or that may hereafter become due under each and every of the leases and agreements, written or verbal, or other tenancy existing, or which may hereafter exist on said premises, with the same rights and powers, and subject to the same immunities, exonerations of liability and rights of recourse and indemnity as the Mortgagee would have upon taking possession pursuant to the provisions herein.

The Mortgagor represents and agrees that no rent has been or will be received by any person in possession of any portion of the above described premises for more than one installment in advance, and that the payment of any of the rents to accrue for any portion of the said premises has been or will be waived, released, reduced, discounted or otherwise discharged or compromised by the Mortgagor. The Mortgagor waives any rights of set-off against any person in possession of any portion of the above described premises. Mortgagor agrees that it will not assign any of the rents or profits of said premises, except to a purchaser or grantee of the premises.

Nothing herein contained shall be construed as constituting the Mortgagee a mortgagee in possession in the absence of the taking of actual possession of the premises by the Mortgagee pursuant to the provisions herein. In the exercise of the power herein granted the Mortgagee, no liability shall be asserted or entered against the Mortgagee, all such liability being expressly waived and released by Mortgagor.

The Mortgagor further agrees to assign and transfer to the Mortgagee all future leases upon all or any part of the premises hereinabove described and to execute and deliver, at the request of the Mortgagee, all such further assurances and assignments in the premises as the Mortgagee shall from time to time require.

Although it is the intention of the parties that the assignment contained herein shall be a present assignment, it is expressly understood and agreed, anything herein contained to the contrary notwithstanding, that the Mortgagee shall not exercise any of the rights or powers conferred upon it by this paragraph until a default shall exist hereunder.

21. Mortgagee's Right of Possession in Case of Default. In any case in which under the provisions of this Mortgage the Mortgagee has a right to institute foreclosure proceedings, whether before or after the whole principal sum secured hereby is declared to be immediately due as aforesaid, or whether before or after the institution of legal proceedings to foreclose the same before or after sale thereunder, notwithstanding the terms of this Mortgage, Mortgagee shall surrender to Mortgagee and Mortgagee shall be entitled to take actual possession of the premises or any part thereof personally, or by its agents or attorneys, as for condition to do, and Mortgagee in its discretion may, with or without force and with or without process of law, enter upon and take and maintain possession of all or any part of said premises, together with all documents, books, records, papers and accounts of the Mortgagor or their owner of the premises relating thereto, and may exclude the Mortgagor, its agents or servants, wholly therefrom and may as attorney in fact or agent of the Mortgagor, or in its own name as Mortgagee and under the powers hereinafter granted, hold, operate, manage and control the premises and conduct the business, if any, thereof, either personally or by its agents and with full power to use such measures, legal or equitable, as in its discretion or in the discretion of its successors or assigns may be deemed proper or necessary to enforce the payment or security of the advances, rents, issues, and profits of the premises, including actions for the recovery of rent, actions in forcible detainer, and actions in distress for rent, hereby granting full power and authority to exercise each and every of the rights, privileges and powers herein granted at any and all times hereafter, without notice to the Mortgagor, and with full power to cancel or terminate any lease or sublease for any cause or on any ground which would enable Mortgagee to cancel the same, to void or disaffirm any lease or sublease made subsequent to this Mortgage or subordinate to the hereof, to make all necessary or proper repairs, decorating, renewals, replacements, alterations, additions, betterments and improvements to the premises as to it may seem judicious, insure and reinsure the same and all risks incidental to Mortgagee's possession, operation and management thereof, and to receive all of such advances, rents, issues and profits.

The Mortgagee shall not be obligated to perform or discharge, nor does it hereby undertake to perform or discharge, any obligation, duty or liability under any leases, and the Mortgagor shall and does hereby agree to indemnify and hold the Mortgagee harmless of and from any and all liability, loss or damage which it may or might incur under said leases or under or by reason of the assignment thereof and of and from any and all claims and demands whatsoever which may be asserted against it by reason of any alleged obligations or undertakings or its part to perform or discharge any of the terms, covenants or agreements contained in said leases. Should the Mortgagee incur any such liability, loss or damage, under said leases or under or by reason of the assignment thereof, or in the defense of any claims or demands, the amount thereof, including costs, expenses and reasonable attorney's fees, shall be secured hereby, and the Mortgagor shall reimburse the Mortgagee therefore immediately upon demand.

22. Application of Income Received by Mortgagee. The Mortgagee in the exercise of the rights and powers herein conferred shall have full power to use and apply the rents, issues and profits of the premises to the payment of or on account of the following, in such order as the Mortgagee may determine:

(a) to the payment of the operating expenses of said property, including cost of management and leasing thereof which shall include reasonable compensation to the Mortgagee and its agent or agents, if management be delegated to an agent or agents, and shall also include lease commissions and other compensation and expenses of seeking and procuring tenants and entering into leases, established claims for damages, if any, and premiums on insurance hereinabove authorized;

(b) to the payment of taxes and special assessments now due or which may hereafter become due on said premises;

(c) to the payment of all repairs, decorating, renewals, replacements, alterations, additions, betterments, and improvements of said premises, including the cost from time to time of installing or replacing refrigeration and gas or electric stoves therein, and of placing said property in such condition as will, in the judgment of the Mortgagee, make it readily rentable;

(d) to the payment of any indebtedness secured hereby or any deficiency which may result from any foreclosure sale.

23. Mortgagee's Right of Inspection. Mortgagee shall have the right to inspect the premises at all reasonable times and access thereto shall be permitted for that purpose.

24. Late Charge. In the event the Mortgagee shall, from time to time, accept payment of any installment required on the Note and under this Mortgage which is in arrears, Mortgagee may collect a "late charge" as provided for in the Note to cover the extra expense involved in handling delinquent payments; provided, however, that nothing in this paragraph contained shall authorize the Mortgagee to collect or demand any payment which would result in the imposition of interest in excess of the maximum amount allowed by law.

25. Condemnation. Mortgagor hereby assigns, transfers and sets over unto Mortgagee the entire proceeds of any award or any claim for damages for any of the mortgaged property taken or damaged under the power of eminent domain or by condemnation. Mortgagee may elect to apply the proceeds of the award upon or in reduction of the indebtedness secured hereby, whether due or not, or to require Mortgagor to restore or rebuild, in which event the proceeds shall be held by Mortgagee and used to reimburse Mortgagor for the cost of the rebuilding or restoring of buildings or improvements on said premises, in accordance with plans and specifications to be submitted to and approved by Mortgagee. If the Mortgagor is

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35. **Time of Essence.** Time is declared to be of the essence in this Mortgage, the Note and any document or instrument delivered pursuant to or in connection with this Mortgage or the Note, and of every part hereof and thereof.

36. **Personal Jurisdiction.** Mortgagor and Mortgagee agree that all disputes between them arising out of, in connection with, related to, or incidental to this Mortgage, and whether arising in contract, tort, equity or otherwise, shall be resolved only by state or federal courts located in Cook County, Illinois, but the parties acknowledge that any appeals from those courts may have to be heard by a court located outside of Cook County, Illinois. The Mortgagor waives in all disputes any objection that it may have to the location of the court considering the dispute.

37. **WAIVER OF JURY TRIAL.** MORTGAGOR HEREBY WAIVES ANY RIGHT TO A TRIAL BY JURY IN ANY ACTION OR PROCEEDING TO ENFORCE OR DEFEND ANY RIGHTS UNDER THIS MORTGAGE OR THE NOTE, OR ANY AMENDMENT, INSTRUMENT, DOCUMENT OR AGREEMENT DELIVERED OR WHICH MAY IN THE FUTURE BE DELIVERED IN CONNECTION WITH THIS NOTE OR THE MORTGAGE, AND AGREES THAT ANY SUCH ACTION SHALL BE TRIED BEFORE A COURT AND NOT BEFORE A JURY.

THIS MORTGAGE is executed by the undersigned not personally but as Trustee as aforesaid in the exercise of the power and authority conferred upon and vested in it as such Trustee and said Corporation Association hereby warrants that it possesses full power and authority to execute this instrument, and it is expressly understood and agreed that nothing herein or in the Note contained shall be construed as creating any liability on the said Mortgagor or on said Corporation Association personally to pay the Note or any interest that may accrue thereon, or any indebtedness accruing hereunder, or to perform any covenant either expressed or implied herein contained it being understood and agreed that each of the provisions hereof shall constitute a condition and not a covenant or agreement, regardless of whether the same may be couched in language of a promise or covenant or agreement, all such liability, if any, being expressly waived by Mortgagee and by every person now or hereafter claiming any right or security hereunder, and that so far as the Mortgagor and its successors and said Corporation Association personally are concerned, the legal holder or holders of the Note and the holder or owners of any indebtedness accruing hereunder shall look solely to any one or more of: 1. the premises hereby conveyed and the rents, issues, and profits thereof, for the payment thereof, by the enforcement of the lien hereby created, in the manner herein and in the Note provided; 2. any other security given to secure said indebtedness; or 3. the personal liability of the guarantor, co-signor, surety or endorser, if any.

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IN WITNESS WHEREOF, BANCO POPULAR F F A CAPITOL BANK AND TRUST
not personally but as Trustee as aforesaid, has caused these presents to be signed by its
and its corporate seal to be hereunto affixed and attested by its
this 21st day of November 1997

BANCO POPULAR F F A CAPITOL BANK AND TRUST

not personally, but as Trustee as aforesaid

ATTEST

[Signature]
ASST. SECRETARY
Its _____

By [Signature]
Its _____

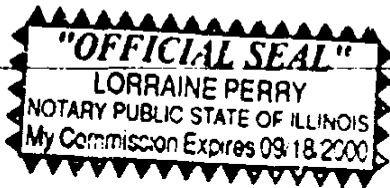
STATE OF ILLINOIS

COUNTY OF _____

I, _____ a Notary Public in and for the said County, in the State
aforesaid, DO HEREBY CERTIFY that LAURA BROWN and
_____ of said Corporation Association who are
personally known to me to be the same persons whose names are subscribed to the foregoing instrument as such
and _____ respectively, appeared before
me this day in person and acknowledged that they signed and delivered the said instrument as their own free and voluntary
act and as the free and voluntary act of said Corporation Association, as Trustee as aforesaid, for the uses and
purposes therein set forth; and the said _____ then and there acknowledged that he/she
as custodian of the corporate seal of said Corporation Association, did affix the corporate seal of said Corporation
(Association) to said instrument as his/her own free and voluntary act and as the free and voluntary act of said
(Corporation) Association, as Trustee as aforesaid, for the uses and purposes therein set forth.

GIVEN under my hand and Notarial Seal this _____ day of _____ 1997

My Commission Expires:



[Signature]
Notary Public