

REAL ESTATE MORTGAGE - IOWA

THIS MORTGAGE made this 19 day of January, 19 87 between Larry K. McKeever and Su K. McKeever, husband and wife, Mortgagees of the County of Madison, and State of Iowa, and Thorp Credit Inc., an Iowa Corporation, doing business as ITT Financial Services, Mortgagee of the County of Polk, and State of Iowa. WITNESSETH: Mortgagees in consideration of Forty-five Thousand Five Hundred Forty and 1/100 (45,540.00) DOLLARS loaned by Mortgagee, received by Mortgagees and evidenced by the promissory note which is recited in the Mortgagee's trade name, ITT Financial Services and which is hereinafter referred to, and such additional loan or loans at the option of the Mortgagee, do, by these presents SELL, CONVEY AND MORTGAGE, unto the Mortgagee the following described Real Estate situated in the County of Madison, State of Iowa, to-wit:

EAST 85 FEET OF LOTS 15 AND 16 IN STEWART'S ADDITION TO THE TOWN OF EAST PERU, MADISON COUNTY, IOWA.

FOR RELEASE OF ANNEXED MORTGAGE SEE MORTGAGE RECORD 149 PAGE 524

FILED NO. 1413 BOOK 147 PAGE 265 1987 JAN 20 AM 11:43 MARY E. WELTY RECORDER MADISON COUNTY, IOWA Fee \$10.00

together with all personal property that may integrally belong to, or be or hereafter become an integral part of said real estate, and whether attached or detached (that is, light fixtures, shades, rods, blinds, venetian blinds, awnings, storm windows, storm doors, screens, linoleum, water heater, water softener, automatic heating equipment and other attached fixtures), and hereby granting, conveying and mortgaging also all of the easements, servient estate appurtenant thereto, rents, issues, uses, profits, and right to possession of said real estate, and all crops and products thereon from now until the debt secured hereby shall be paid in full. As to any such personal property, or fixtures, or both, a security interest hereby attaches thereto, as provided by the Uniform Commercial Code.

Said Mortgagees hereby covenant with Mortgagee, or successor in interest, that said Mortgagees hold said real estate by title in fee simple; that they have good and lawful authority to sell, convey and mortgage the same; that said premises are Free and Clear of all Liens and Encumbrances whatsoever except as may be above stated; and said Mortgagees Covenant to Warrant and Defend the said premises against the lawful claims of persons whomsoever, except as may be above stated, and Mortgagees further warrant that there has been no work on or materials furnished to the premises of such a nature as would allow the filing of a mechanics lien within the last 90 days preceeding this mortgage.

Each of the undersigned hereby relinquishes all rights of dower, homestead and distributive share in and to the above described premises, and gives any rights of exemption, as to any of said property.

CONDITIONED HOWEVER, That if said Mortgagees shall pay or cause to be paid to said Mortgagee, at its office at 7611 Douglas Avenue, Suite 32, Des Moines, Polk County, Iowa,

Said Mortgagee's successor in interest, said sum of money which shall be legal tender in payment of all debts and dues, public and private, at time of payment, all at the time, place, and upon the terms provided by one promissory note of Mortgagees to Mortgagee, of even date herewith, and shall perform the other provisions hereof, all of which Mortgagees promise to do, then these presents will be void, otherwise to remain in full force and effect.

1. NOTICE: This mortgage secures credit in the amount of \$ . Loans and advances up to this amount, together with interest, are senior to indebtedness to other creditors under subsequently recorded or filed mortgages and liens.

Mortgagee is hereby given authority to make such future and additional advances to Mortgagees herein, upon their signed order or receipt, and secured as the original obligation herein. Such limitation upon the total amount of principal shall not be considered as limiting the amounts advanced hereby if for accruing interest or for any amount for any protective disbursement advanced, or that may be taxed as costs to protect the security for loan or loans made, in accordance with the terms and provisions contained in this mortgage. THESE PARAGRAPHS SHALL NOT CONSTITUTE A COMMITMENT TO MAKE ADDITIONAL LOANS IN ANY AMOUNT.

2. TAXES. Mortgagees shall pay each installment of all taxes and special assessments of every kind, now or hereafter levied against said property, or any part thereof, before same become delinquent, without notice or demand; and shall procure and deliver to said Mortgagee, on or before the due date for second installment thereof each year, duplicate receipts of the proper officers for the payment of all such taxes and assessments then due.

3. INSURANCE. Mortgagees shall keep in force insurance, premiums therefor to be prepaid without notice or demand, against loss by flood, fire, tornado and other hazards, casualties and contingencies as Mortgagee may require on personal property, as herein referred to, and on all buildings and improvements, on said premises in an amount not less than the full insurable value of such personal property and improvements, but not less than the unpaid balance herein, whichever amount is smaller, with such insurance payable to Mortgagees and Mortgagee, as their interests may appear. Mortgagees shall promptly deposit such policies or copies thereof if held by the first Mortgagee with proper riders with the Mortgagee.

4. REPAIRS TO PROPERTY. Mortgagees shall keep the buildings and other improvements on said premises in as good repair and condition, as same may now be, or are hereafter placed, ordinary wear and tear only excepted; and shall not suffer or commit waste on or to said security.

5. ADVANCES FOR INSURANCE, TAXES, ETC. It is expressly understood and agreed that if the insurance above provided for is not promptly effected, or if the taxes or special assessments assessed against said property shall become delinquent, Mortgagee may (but need not) effect the insurance above provided for, and need not, but may and is hereby authorized to pay said taxes and special assessments (irregularities in the levy or assessment of said taxes being expressly waived) and add said sum to the balance of the indebtedness secured by this Real Estate Mortgage Agreement.

6. PROVISIONS ON REVERSE. THIS MORTGAGE SPECIFICALLY INCLUDES ALL OF THE ADDITIONAL PROVISIONS SET FORTH ON THE REVERSE SIDE (PARAGRAPHS 7 THROUGH 12), THE SAME BEING INCORPORATED BY REFERENCE.

7. ACCELERATION OF MATURITY AND RECEIVERSHIP. If Mortgagors fail to make payment of said Note or any part of the interest there within ten days of the time required or fail to observe any covenant of the said Note or of the transaction evidenced by this Agreement, breach which materially impairs the condition, value or protection of or the Mortgagee's right in the security or materially impairs the Mortgage prospect to pay amounts due on the said note, the Mortgagor shall be in default and Mortgagee may proceed to enforce his rights by notice as otherwise as provided by law. Upon expiration of the minimum applicable legal period to cure default, then, at the option of the Mortgagee, s note and the whole of the indebtedness secured by this mortgage, including all payments for taxes, assessments, or insurance premiums, sh become due and shall become collectible at once by foreclosure or otherwise after such default or failure, and at any time after commencement of an action in foreclosure, or during the period of redemption, the court having jurisdiction of the case shall, at the request of the Mortgagee appoint a receiver to take immediate possession of said property, and of the rents and profits accruing therefrom, and to rent cultivate the same as he may deem best for the interest of all parties concerned, and shall be liable to account to said Mortgagors only for the profits, after application of rents, issues and profits upon the costs and expenses of the receivership and foreclosure and the indebtedness charges and expenses hereby secured and herein mentioned.

8. SHORT PERIOD REDEMPTION. The Mortgagor hereby grants to the Mortgagee, the right to elect the short period redemption as provided by Section 628.26 and 628.27 of the Code of Iowa.

9. DEFAULT ON PRIOR MORTGAGE. The Mortgagee shall have the right, but shall not be obligated, to cure any default of the Mortgagor under any prior mortgage and recover immediately from the Mortgagor the amount so expended. All monies so paid shall be added to the balance of the indebtedness secured by this real estate mortgage agreement.

10. ALTERATION OF PRIOR MORTGAGE. The Mortgagor will not increase the amount presently owed to any prior Mortgagee.

11. DEFINITION OF TERMS. Unless otherwise expressly stated, the word "Mortgagors" as used herein, includes successors in interest of such "Mortgagors"; the word "Mortgagee", as used herein, unless otherwise expressly stated includes the successors in interest of such "Mortgagee". Words referring to "Mortgagors" or "Mortgagee" shall be construed to be of the appropriate gender and number, according to the context. This construction shall include the acknowledgment hereof.

12. ADDITIONAL PROVISIONS. The following additional provisions are hereby incorporated herein: (INTEREST DUE DATE OR DUE DATES IF DESIRED) The principal obligation herein, the one promissory note above referred to is payable \$ \_\_\_\_\_ on \_\_\_\_\_ and \$ \_\_\_\_\_ on \_\_\_\_\_

IN WITNESS WHEREOF, said Mortgagors have hereunto set their hands the day and year first above written.

**NOTICE TO MORTGAGOR: 1. Do not sign this paper before you read it. 2. You are entitled to a copy of this paper. 3. You may prepay the unpaid balance at any time without penalty and may be entitled to receive a refund of unearned charges in accordance with law. 4. If you prepay the unpaid balance, you may have to pay a minimum charge not greater than seven dollars and fifty cents.**

*Larry K. McKeever*  
 Larry K. McKeever  
*Su K. McKeever*  
 Su K. McKeever  
 Mortgagee

**WAIVER OF HOMESTEAD EXEMPTION**

I understand that homestead property is in many cases protected from the claims of creditors and exempt from judicial sale; and that by signing this contract, I voluntarily give up my right to this protection for this property with respect to claims based upon this contract.

Dated January, 19 87.

*Larry K. McKeever*  
 Larry K. McKeever  
*Su K. McKeever*  
 Su K. McKeever  
 Mortgagors

STATE OF IOWA, POLK COUNTY, ss:

On this 19 day of January, 19 87, before me, the undersigned, a Notary Public in and for State of Iowa, personally appeared Larry K. McKeever and Su K. McKeever, husband and wife to me known to be the identical person(s) named in and who executed the foregoing instrument, and acknowledged that they executed the same as their voluntary act and deed.

*Thomas R. [Signature]*  
 Notary Public in and for the State of Iowa

IOWA MORTGAGE -  
 No. 1413  
 MORTGAGE  
 From \_\_\_\_\_  
 To \_\_\_\_\_  
 Filed for record the 30 day of January A.D. 19 87  
11:43 o'clock A M., and recorded in  
 Book 147 of Mortgages on page 265  
 of Madison County Records.  
 By Mary E. Welsby Recorder  
Shirley J. Henry Deputy  
 WHEN RECORDED RETURN TO  
 FTT