

REAL ESTATE MORTGAGE

TRU/B.F.

(Open-End: To Secure Present and Future Obligations and Advances)

This Indenture made this 19TH day of AUGUST, A.D. 1991

between DAVID M. SCHRECK AND VICKIE J. SCHRECK, AS JOINT TENANTS, HUSBAND AND WIFE, Mortgagors

of the County of MADISON, and the State of Iowa, and SECURITY PACIFIC FINANCIAL SERVICES OF DES MOINES, INC., an Iowa corporation, Mortgagee.

WITNESSETH: That the said Mortgagors, in consideration of EIGHT THOUSAND SEVEN HUNDRED DOLLARS

AND TWENTY CENTS PLUS INTEREST DOLLARS

(\$ 8700.20 PLUS INTEREST) loaned by Mortgagee, received by Mortgagors, and evidenced by the promissory note or revolving loan agreement hereinafter referred to, and such additional loan or loans at the option of the Mortgagee, referred to in Paragraph 1, below, does hereby **SELL, CONVEY AND MORTGAGE**, unto Mortgagee the following described Real Estate situated in the

County of MADISON, State of Iowa, to-wit:

LOT 4 AND THE SOUTH 14 FEET OF LOT 3 AND THE NORTH 57 FEET OF LOT 5, BLOCK 2, HULL'S ADDITION TO THE TOWN OF TRURO, MADISON COUNTY, IOWA.

FILED NO. **548**

Fee \$10.00

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MICHELLE UTSLER
RECORDER
MADISON COUNTY, IOWA

COMPLETED
RELEASED
MORTGAGE RECORD
174
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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 (such as, 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 estates appurtenant thereto, rents, issues, uses, profits and right to possession of said real estate, and all crops raised thereon from now until the debt secured thereby shall be paid in full.

Said Mortgagors hereby covenant with Mortgagee, or successor in interest, that said Mortgagors hold clear title to said personal property, and title in fee simple to said real estate; 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 Mortgagors Covenant to Warrant and Defend the said premises and the said personal property against the lawful claim of all persons whomsoever, except as may be above stated.

Except as to otherwise restricted by the provisions of the Mortgage, all Mortgagors shall be jointly and severally liable for fulfillment of their covenants and agreements herein contained, and all provisions of this Mortgage shall inure to and be binding upon the heirs, executors, administrators, successors, grantees, lessees, and assigns of parties hereto respectively.

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

CONDITIONED HOWEVER, That if said Mortgagors shall pay or cause to be paid to said Mortgagee, or his successors, or assigns, 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 Mortgagors to Mortgagee, of even date herewith, and as may be supplemented by loans under Paragraph 1 below, and shall perform the other provisions hereof, then these presents will be void, otherwise to remain in full force and effect.

1. **OPEN-END FEATURE.** This Mortgage shall stand as security for said note or revolving loan agreement, and for any and all future and additional advances made to the Mortgagors by the holder of said note, as long as the total amount outstanding at any time does not exceed a maximum credit limit of \$ -0-; and Mortgagee is hereby given authority to make such future and additional advances to Mortgagors herein, secured as the original obligation herein. Such limitation upon the total amount of principal shall not be considered as limiting the amounts secured hereby if for accruing interest or 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.

2. **TAXES.** Mortgagors 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.

3. **INSURANCE.** Mortgagors shall keep in force insurance, premiums therefor to be prepaid without notice or demand, against loss by 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, in companies to be approved by Mortgagee in an amount not less than the full insurable value of such personal property and improvements, or not less than the unpaid balance herein, whichever amount is smaller, with such insurance payable to Mortgagors and Mortgagee, as their interests may appear.

4. **REPAIRS TO PROPERTY.** Mortgagors 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, or any use of said premises contrary to restrictions of record or contrary to laws, ordinances or regulations of proper public authority, and to permit Mortgagee to enter at all reasonable times for the purpose of inspecting the premises.

5. **PRIOR LIENS AND ENCUMBRANCES.** Mortgagor shall pay when due all amounts due on prior liens and encumbrances and not withstanding any right or option granted by any prior lien or by any prior lienholder to permit the principal balance of such prior lien to increase, not to permit the principal balance of such prior lien to increase above the balance existing thereon at the time of making the Mortgage until this Mortgage shall be paid in full.

6. **CONTINUATION OF ABSTRACT.** In event of any default herein by Mortgagors, Mortgagee may, at the expense of Mortgagors, procure an abstract of title, or continuation thereof, for said premises, and charge and add to the mortgage debt the cost of such abstract or continuation with interest upon such expense at the highest legal rate applicable to a natural person.

7. **ADVANCES OPTIONAL WITH MORTGAGEE.** It is expressly understood and agreed that if the insurance above provided for is not promptly effected, if the taxes or special assessments assessed against said property shall become delinquent, if payments on prior liens and encumbrances are in default, Mortgagee (whether electing to declare the whole Mortgage due and collectible or not), 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 may (but need not) pay the amounts due on prior liens and encumbrances, and all such payments with interest thereon at the highest legal rate applicable to a natural person from time of payment shall be a lien against said premises.

8.1 **DEFAULT ON PRIOR LIEN, SALE OR TRANSFER.** If any default shall occur in any prior Mortgage, or any postponement of payment or extension of said prior Mortgage, or any additional advancements of money on any prior Mortgage, on the Mortgaged premises and same shall continue for a period of thirty days, or if entry shall be made or foreclosure proceedings commenced under such prior Mortgages, or in any event should title to the Mortgaged premises become vested in any person or entity other than the Mortgagor herein whether by operation of law, seizure, levy or sale or transfer by the Mortgagee, then the entire debt secured hereby shall become immediately due and payable at the option of the holder hereof. There can be no assumption of this Mortgage without the written consent of the Mortgagee.

8.2 **ACCELERATION OF MATURITY AND RECEIVERSHIP.** It is agreed that if default shall be made in the payment of said note, or any part of the interest thereon, or any other advance or obligation which may be secured hereby or any agreed protective disbursement, such as taxes, special assessments, insurance, prior liens and repairs, or if Mortgagors shall suffer or commit waste on or to said security, or if there shall be a failure to comply with any and every condition of this Mortgage, then, at the option of the Mortgagee, said note and the whole of the indebtedness secured by this Mortgage, including all payments for taxes, assessments, prior liens or insurance premiums, shall become due and shall become collectible at once by foreclosure or otherwise after such default or failure, and without notice of broken conditions; and at any time after the 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 or 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 net 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 maintained. And it is hereby agreed that after any default in the payment of either principal or interest, such sums in default secured by this Mortgage shall draw interest at the highest legal rate applicable to a natural person.

8.3 **SIX MONTHS' AND 60 DAY PERIOD FOR REDEMPTION.** It is further agreed that if this Mortgage covers less than 10 acres of land, and in the event of the foreclosure of this Mortgage and sale of the property by sheriff's sale in such foreclosure proceedings, the time of one year for redemption from said sale provided by the statutes of the State of Iowa shall be reduced to 6 months provided the Mortgagee in such action files an election to waive any deficiency judgment against the Mortgagors which may arise out of the foreclosure proceedings; all to be consistent with the provisions of Chapter 628, Code of Iowa. It is further agreed that the period of redemption after a foreclosure of this Mortgage shall be reduced to 60 days if all of the three following contingencies develop: (1) the mortgaged real estate herein is less than 10 acres in size; (2) the Court finds affirmatively that said real estate has been abandoned by the owners and those persons personally liable under this Mortgage at the time of such foreclosure; and (3) the Mortgagee in such action files an election to waive any deficiency judgment against the Mortgagors or their successor in interest in such action. If the redemption period is so reduced, the Mortgagors or their successors in interest or the owner shall have the exclusive right to redeem for the first 30 days after such sale, and the time provided for redemption by creditors as provided in Sections 628.5, 628.15 and 628.16 of the Code shall be reduced to 40 days. Entry of appearance by pleading or docket entry by or on behalf of the Mortgagors shall be a presumption that the property is not abandoned. Any such short redemptive period shall be consistent with all of the provisions of Chapter 408, 62nd G.A., amending Chapter 628, Code of Iowa.

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

Invalidity or unenforceability of any provisions herein shall not affect the validity or enforceability of any other provisions.

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

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

David M. Schreck
David M. Schreck
Vickie J. Schreck
Vickie J. Schreck
Mortgagors

Please type or print names under signatures

STATE OF IOWA, Polk COUNTY, ss:

On this 19th day of August, A.D. 19 91, before me, the undersigned, a Notary Public in and for the

State of Iowa, personally appeared David M. Schreck and Vickie J. Schreck, as Joint
Tenants Husband and Wife

to me known to be the identical persons named in and who executed the foregoing instrument, and acknowledged that they executed the same as their voluntary act and deed.



Shirley M. Modlin
Notary Public in and for the State of Iowa

IOWA MORTGAGE No. 548
MORTGAGE
From _____ To _____
Filed for record the 20 day of August, A.D. 19 91
4:01 o'clock P. M., and recorded in Book 159 of Mortgages on page 618
of Madison County Records
by Michelle Ottaker Recorder
Betty M. Nicks Deputy
WHEN RECORDED RETURN TO
PO Box 3510
Des Moines, Iowa 50322