

61544

For Release & Cancellation of
Account of North Lee Bldg. # 108607

Policy 277888-9
4
For mtg see North 61543

61544

Document is
CONDITIONAL ASSIGNMENT OF RENTALS
NOT OFFICIAL!

GARY Natl Bk
LAKE COUNTY TITLE COMPANY
71672
LAKE COUNTY TITLE INSURANCE

THIS INSTRUMENT was this 8th day of June, 19 70, by and between GARY NATIONAL BANK, of Gary, Indiana, hereinafter known and designated as "BANK", and GARY NATIONAL BANK, Gary, Indiana, as Trustee, under the provisions of a Trust Agreement dated January 26, 1970, and known as Trust No. P-4744 hereinafter known and designated as "UNDERSIGNED", WITNESSETH:

WHEREAS the Undersigned did on June 9, 1970, execute a certain principal promissory installment note, calling for the payment of the principal sum of SEVEN HUNDRED FIFTY THOUSAND AND NO/100 DOLLARS (\$750,000.00) together with interest, payable to the order of Bank, and did secure the payment thereof by a mortgage on the following described real estate, to-wit:

The North 300 feet of Lot Number One (1), in Section One (1), in Chapel Manor Subdivision, in Lake County, Indiana.



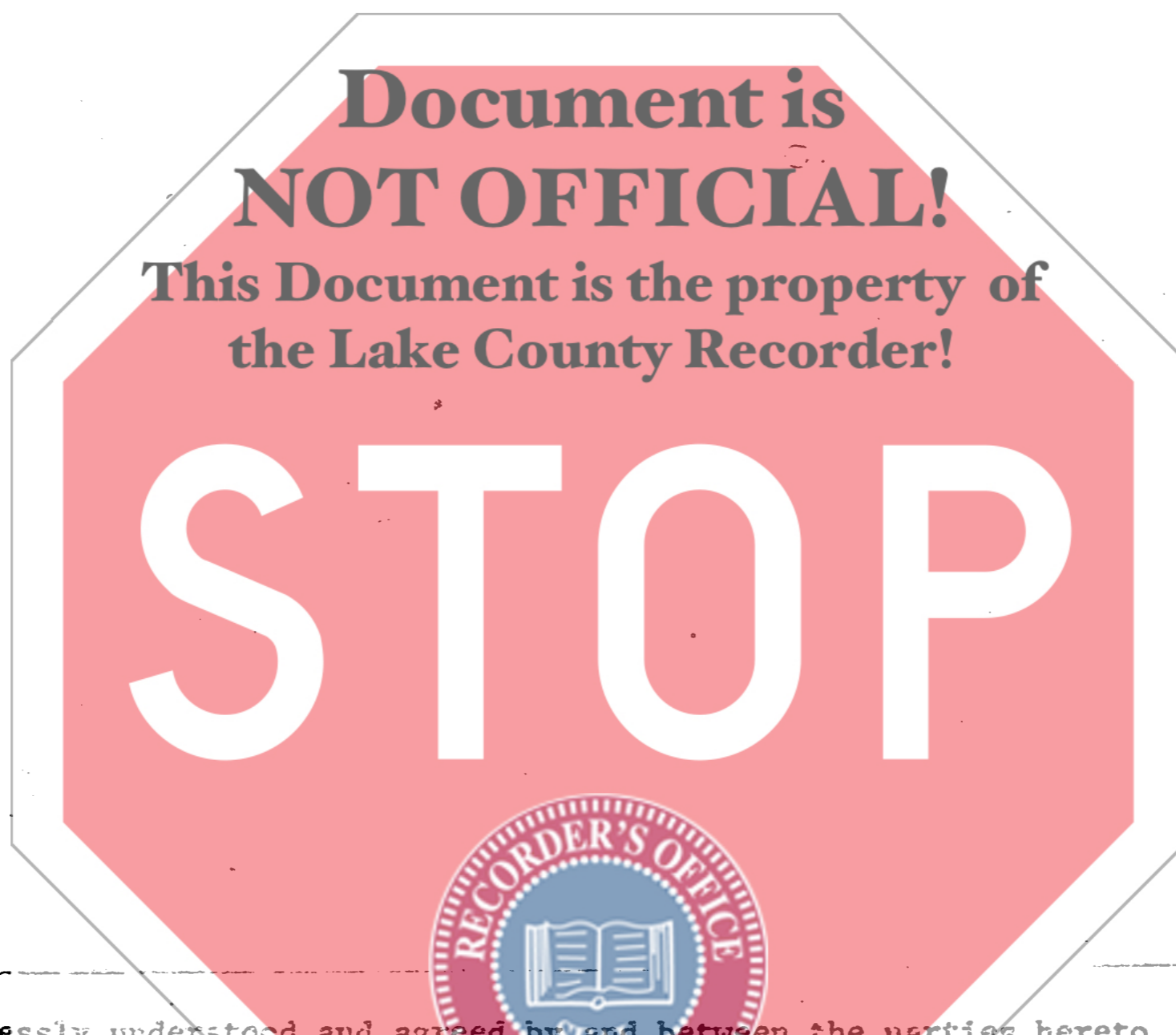
given to said Bank, which said mortgage was recorded with the Recorder of Lake County, Indiana, on North 61543, 19, in Mortgage Record at Page.

NOW, THEREFORE, for valuable consideration and as a part of the consideration for said loan and as additional security for the repayment of said loan, the Undersigned does hereby sell, assign, transfer and set over unto said Bank, its successors and assigns, all of the rents, issues and profits due or to become due of and from said real estate hereinabove described; to operate, maintain, manage and when necessary to lease said premises hereinabove described of any part thereof, and to take possession thereof in its own name or in the name of an agent and to collect all rents, issues and profits therefrom and of and from the improvements thereon and apply said sums of money so collected as hereinafter provided; and the tenants in, upon and about said real estate and all others having an interest in and to said premises are hereby authorized to pay unto said Bank, or its order, all sums due or to become due under such tenancy, and said Bank is hereby authorized to give for and in behalf of said Undersigned full receipt for any payments so made.

Said Bank is further authorized, but shall not be obligated, to pay taxes, assessments and charges on the premises; insure, repair and/or improve the buildings located thereon; and expend such sums of money as may be necessary to defend the title or property or the use thereof, or recover rents and profits, or protect rental rights, and/or make such other expenditures for said property as it may in its sole discretion deem necessary, proper or expedient. Said Bank may, but shall not be obligated, to advance funds for any of the above purposes, and any amount so advanced shall be a first and prior claim on the rents and profits realized from the said property and shall be repaid to said Bank before any distribution as hereinafter set out. Should the rents and profits be insufficient to pay advances so made by said Bank, any unpaid balance shall become part of the debt secured by the said mortgage and shall bear interest at the rate of six per cent (6%) per annum from the date of advancement; and in the event such advancements are made after the mortgage debt has been reduced to judgment the Undersigned will, subject to the other terms, covenants and conditions herein contained, pay such advancements with interest to said Bank in addition to any amount necessary to pay and satisfy the judgment, interest and costs, or to redeem the property from foreclosure sale, and said Bank shall be entitled to retain possession of the property until such advancements and interest are fully paid.

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It is expressly understood and agreed by and between the parties hereto, anything herein to the contrary notwithstanding, that each and all of the representations, covenants, undertakings and agreements herein made on the part of the Trustee while in form purporting to be the representations, covenants, undertakings and agreements of said Trustee are nevertheless each and every one of them, made and intended not as personal representations, covenants, undertakings and agreements by the Trustee or for the purpose or with the intention of binding said Trustee personally but are made and intended for the purpose of binding only that portion of the trust property specifically described herein, and this instrument is executed and delivered by said Trustee not in its own right, but solely in the exercise of the powers conferred upon it as such Trustee; and that no personal liability or personal responsibility is assumed by nor shall at any time be asserted or enforceable against the Trust Company, on account of this instrument or on account of any representation, covenant, undertaking or agreement of the said Trustee in this instrument contained, either expressed or implied, all such personal liability, if any, being expressly waived and released.

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It is further agreed that said Bank shall be required to account for only such rentals and payments as are actually collected by it. Nothing herein contained shall be deemed to create any liability on the part of said Bank for failure to rent the premises or any part thereof, or for failure to make collection of rentals, or for failure to do any of the things which are authorized herein. This instrument is a grant of rights and privileges to said Bank only and shall not be held to create any duties or liabilities except as herein expressly set out. For the purpose of accounting, the correctness of the books and records of said Bank shall be deemed conclusive.

It is further understood and agreed that said Bank shall, in the exercise of its control and management of the premises hereinabove described, be deemed the agent of the Undersigned and shall not be liable for any damage to any person or property where such damage arises out of the operation of or in connection with the said premises.

It is further understood and agreed that the acceptance by said Bank of any payments under any lease or contract with reference to the said premises from any tenant or other person shall not bar or abridge any of the rights of said Bank under its mortgage.

This contract shall remain in full force and effect so long as the above described mortgage remains an enforceable lien; and in the event of foreclosure, then during the period of redemption after sheriff's sale and until recording of the sheriff's deed issued under such foreclosure proceedings. This agreement shall not affect the right of the Undersigned to redeem from foreclosure of said mortgage, but such redemption shall not terminate this agreement unless and until said mortgage debt or any judgment rendered thereon plus interest, costs and expenses and any advancements made by said Bank, with interest as above mentioned, have been fully paid to it. In the event of the termination of this agreement the Undersigned will approve and accept any and all outstanding leases made by said Bank and/or its agent, but only to the extent of a period of one (1) year from the date of the termination of this agreement.

The provisions of this agreement are a covenant running with the land herein described and shall bind all persons hereafter acquiring any interest in the said premises, and it is expressly agreed that the within assignment and grant of rights and powers is coupled with an interest.

Any amount received or collected by said Bank by virtue of this agreement shall be applied as follows, but not necessarily in the order stated, the priority of payment of such items to be within the sole discretion of said Bank:

1. To the repayment to said Bank of any and all amounts advanced by it under the terms of this agreement together with interest at six per cent (6%) per annum on the respective advancements from the date of the same;
2. To the payment of taxes, assessments and charges and the expense of insurance; but said Bank shall not be obligated to keep insurance on said premises or to make repairs to and/or improvements on said property;
3. To the payment of all other necessary expenses to the management, protection and/or preservation of the property;
4. To the payment of all amounts due or to become due under the said mortgage and/or to the payment of any judgment rendered thereon together with costs and expenses;
5. The surplus, if any, after full payment of the above, shall be paid to the then owner of the said premises at the time such payment is made.

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It is understood and agreed that this agreement is but additional security for the payment of said mortgage debt, and shall not be deemed to be any payment thereof, except as to money actually received by said Bank and applied as such payment under the terms of this agreement; nor shall this agreement be deemed a waiver of any default occurring hereafter in the full performance of the conditions of the said mortgage, for shall the application of any or all money received by said Bank under this agreement toward curing such default in any manner whatsoever prevent foreclosure because of the same, said Bank hereby expressly reserving all of its rights and privileges under the said mortgage as fully as though this agreement had not been entered into.

Said Bank shall not be liable for any act or failure to act under the terms of this agreement except for willful misconduct or gross negligence; nor shall the said Bank be liable for the act or omission of any agent if said Bank shall have used reasonable care in the selection of such agent.

Notwithstanding that this instrument is a present and executed assignment of the rents, issues and profits and a present and executed grant of the powers hereinbefore granted to said Bank, it is agreed that so long as the said mortgage is not in default, the Undersigned is to be permitted to collect and retain said rents, issues and profits; provided, however, that in no event shall the Undersigned have authority to collect any rents, issues or profits for any period in excess of thirty (30) days from the date of any such collection; and provided further that if the real estate hereinabove described shall come into the hands of any officer of any court on any writ of any nature whatsoever against said real estate, as the property of the Undersigned, then upon the happening of any one or more of such events, without any notice or election on the part of said Bank being given, said Bank shall have the immediate and automatic right to the management and control of the said real estate and the improvements thereon to the full extent of all rights given to it under this agreement even though there be no existing default on the part of the Undersigned.

This agreement shall not be terminated except as herein provided, and shall not be altered, modified or amended except by written agreement signed by the parties hereto.

That the terms, covenants and agreements herein contained shall be binding alike on the parties hereto, their heirs, executors, administrators and/or assigns.

WITNESS my hand and seal this said 9th day of June 1970.

ATTEST

By K. J. Ryan
K. J. Ryan, Assistant Cashier
STATE OF INDIANA
COUNTY OF LAKE

GARY NATIONAL BANK, Gary, Indiana, as Trustee,
under the provisions of a Trust Agreement dated
January 26, 1970, and known as Trust No. P-4744

By F. D. Michael
F. D. Michael, Senior Vice President

SS:

Personally appeared before me, the undersigned, a Notary Public in and for Lake County and State of Indiana, the above named F. D. Michael, Senior Vice President, and K. J. Ryan, Assistant Cashier, of GARY NATIONAL BANK, Gary, Indiana, as Trustee, under the provisions of a Trust Agreement dated January 26, 1970, and known as Trust No. P-4744, who acknowledged the execution of the above and foregoing conditional assignment of rentals as their free act and deed and for the uses and purposes therein set forth.

WITNESS my hand and Notarial Seal this 9th day of June, 1970.

Eunice M. Lewis
Eunice M. Lewis
ANDREW J. MICENKO
RECORDER
Notary Public

My commission expires: 1-27-74