

When recorded return to:
Capstead Inc.
Attention: Leslie Patterson
2711 N. Haskell Ave. Suite 1000
Dallas, TX 75204

98030294

STATE OF INDIANA
LAKE COUNTY
FILED FOR RECORD

93 APR 29 AM 10: 00

Freddie Mac Loan Number: 0639327346
Servicer Loan Number: 0651901118

5078
49699820
Safe loan

(Space Above This Line For Recording Data)

BALLOON LOAN MODIFICATION
(Pursuant to the Terms of the
Balloon Note Addendum and Balloon Rider)

TWO ORIGINAL BALLOON LOAN MODIFICATIONS
MUST BE EXECUTED BY THE BORROWER:
ONE ORIGINAL IS TO BE FILED WITH THE BALLOON NOTE AND
ONE ORIGINAL IS TO BE RECORDED IN THE LAND RECORDS WHERE THE
SECURITY INSTRUMENT IS RECORDED

This Document is the property of
Lake County Recorder

This Balloon Loan Modification ("Modification"), entered into effective as of the first day of May, 1998 between Kelby W. Kuney and Priscilla A. Kuney, husband and wife ("Borrower") and Capstead Inc. ("Lender"), amends and supplements (1) the Mortgage to Secure Debt (the "Security Instrument"), dated April 26, 1993, securing the original principal sum of U.S. \$62,000.00, and recorded in Document No. 93026571 of the Official Records of Lake County, Indiana; and

(2) the Balloon Note bearing the same date as, and secured by, the Security Instrument, (the "Note") which covers the real and personal property described in the Security Instrument and defined in the Security Instrument as the Property located at 231 8th Place; Hobart, Indiana 46342, the real property described being set forth as follows:
(Property Address)

LOT 42 AND THE SOUTH 9 FEET OF LOT 43 IN LAKE PARK MANOR, IN THE CITY OF HOBART, AS PER PLAT THEREOF, RECORDED MARCH 4, 1955 IN PLAT BOOK 30 PAGE 63, IN THE OFFICE OF THE RECORDER OF LAKE COUNTY, INDIANA.

To evidence the election by the Borrower of the Conditional Right to Refinance as provided in the Balloon Note Addendum and Balloon Rider and to modify the terms of the Note and Security Instrument in accordance with such election, Borrower and Lender agree as follows (notwithstanding anything to the contrary contained in the Note or Security Instrument):

1. The Borrower is the owner and occupant of the Property.
2. As of May 1, 1998, the amount payable under the Note and the Security Instrument (the "Unpaid Principal Balance") is U.S. \$58,205.68.

1600
et

3. The Borrower promises to pay the Unpaid Principal Balance, plus interest, to the order of the Lender. Interest will be charged on the Unpaid Principal Balance at the yearly rate of 7.625% beginning May 1, 1998. The Borrower promises to make monthly payments of principal and interest of U.S. \$434.88, beginning on the first day of June, 1998, and continuing thereafter on the same day of each succeeding month until principal and interest are paid in full. If on May 1, 2023, (the "Modified Maturity Date"), the Borrower still owes amounts under the Note and the Security Instrument, as amended by this Modification, the Borrower will pay these amounts in full on the Maturity Date.

The Borrower will make such payments at Capstead Inc. or at such other places as the Lender may require.

4. The Borrower will comply with all other covenants, agreements, and requirements of the Note and the Security Instrument, including without limitation, the Borrower's covenants and agreements to make all payments of taxes, insurance premiums, assessments, escrow items, impounds, and all other payments that the Borrower is obligated to make under the Security Instrument; however, all the terms and provisions of the Balloon Note Addendum and Balloon Rider are forever canceled, null, and void, as of the maturity date of the Note.

5. Nothing in this Modification shall be understood or construed to be a satisfaction or release in whole or in part of the Note and Security Instrument. Except as otherwise specifically provided in this Modification, the Note and Security Instrument will remain unchanged and in full effect, and the Borrower and Lender will be bound by, and comply with, all of the terms and provisions thereof, as amended by this Modification.

**This Document is the property of
the Lake County Recorder!**

4/3/98
Date

Kelby W. Kuney (Seal)
Kelby W. Kuney -- Borrower
Social Security #: 088-40-7358

Witness: Maurice Keyes

4/3/98
Date

Priscilla A. Kuney (Seal)
Priscilla A. Kuney -- Borrower
Social Security #: 085-52-0457

Witness: Maurice Keyes

LENDER: CAPSTEAD INC.

by Ed Glowach

Typed Name/Title Ed Glowach, Assistant Vice President

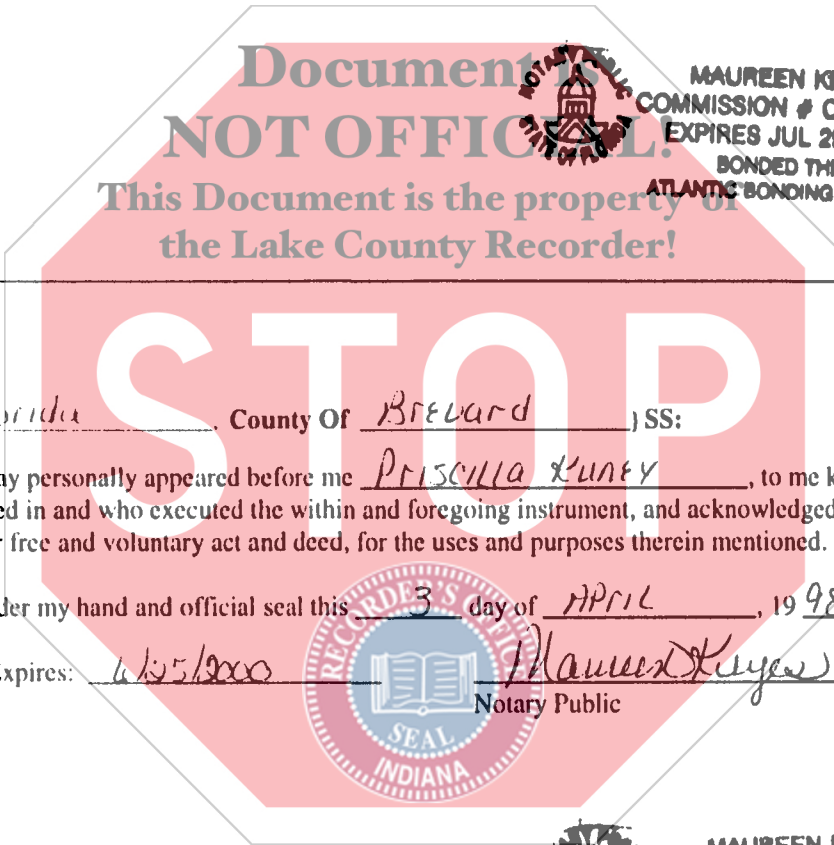


STATE OF Florida County Of BREVARD) SS:

On this day personally appeared before me KELBY KUNEY, to me known to be the individual described in and who executed the within and foregoing instrument, and acknowledged that he/she signed the same as his/her free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 3 day of APRIL, 1998.

My Commission Expires: 6/25/2000 Maureen Keyes
Notary Public



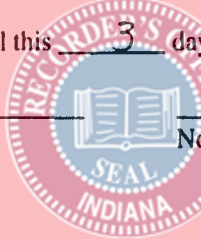
MAUREEN KEYES
COMMISSION # CC 572108
EXPIRES JUL 25, 2000
BONDED THRU
ATLANTIC BONDING CO., INC.

STATE OF Florida County Of BREVARD) SS:

On this day personally appeared before me PRISCILLA KUNEY, to me known to be the individual described in and who executed the within and foregoing instrument, and acknowledged that he/she signed the same as his/her free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 3 day of APRIL, 1998.

My Commission Expires: 6/25/2000 Maureen Keyes
Notary Public



MAUREEN KEYES
COMMISSION # CC 572108
EXPIRES JUL 25, 2000
BONDED THRU
ATLANTIC BONDING CO., INC.

STATE OF TEXAS County Of DALLAS) SS:

This instrument was acknowledged before me on this 7th day of April, 19 98,
by Ed Glowach, Assistant Vice President of CAPSTEAD INC., on behalf of said corporation, in its capacity herein
stated as duly authorized servicing agent.

Leslie R Patterson
Notary Public

Leslie R Patterson
Notary's Name (printed)



This instrument was prepared by Leslie Patterson, Capstead Inc., 2711 North Haskell Avenue, Suite 1000; Dallas, TX 75204