

Chicago Title Insurance Company

2000 039298

CITIZENS FINANCIAL SERVICES, FSB
AFFORDABLE HOUSING PROGRAM
MORTGAGE

99/6808

THIS MORTGAGE is given on May 8, 2000. The mortgagor is Henry Owczarzak (Borrower). This mortgage is given to Citizens Financial Services, FSB, which is organized and existing under the laws of the United States of America, and whose address is 707 Ridge Road, Munster Indiana 46321 (Lender).

Borrower has received a forgivable subsidy loan in the principal amount of Four Thousand Five Hundred Dollars and 00/100 (\$4,500.00) from Lender through Lender's participation in the Federal Home Loan Bank's Affordable Housing Program.

In addition, Borrower has received an additional and related loan in the amount of \$1250.00 from Lender as evidenced by a promissory Note of even date ("Related Note").

The purpose of the ("Subsidy Note") was to provide financial assistance to homeowners to improve the condition of their residence. The subsidy is evidenced by Borrower's Note dated the same date as this Mortgage which provides that a proportionate share of the subsidy loan is forgiven yearly on the anniversary date of the ("Subsidy Note"). This Mortgage secures to Lender; (a) the repayment of the subsidy evidenced by the Subsidy Note in the event of Borrower's default in any of the terms and conditions of the Affordable Housing Program; (b) the promissory Note to Lender of even date in the amount of \$1250.00 ("Related Note"); (c) the payment of all other sums advanced by Lender to protect the security for the Mortgage; (d) the performance of Borrower's covenants and agreements under this Mortgage and the Note; and (e) all fees and expenses incurred by Lender in preparing and recording payoff statements, assumption agreements, modifications or releases.

For this purpose, Borrower does hereby mortgage, grant and convey to Lender the following described property located in Lake County, Indiana:

Lot 6 in Block 2, Hyde Park Addition to the City of Hammond, as per plat thereof, recorded in Plat Book 12 page 3, in the Office of the Recorder of Lake County, Indiana.

which has the address of 6420 Garfield, Hammond, Indiana, 46324.

TOGETHER WITH all the improvements now or hereafter erected on the property, and all easements, appurtenances, and fixtures now or hereafter a part of the property. All replacements and additions shall also be covered by the Mortgage. All of the foregoing is referred to in this Mortgage as the "Property."

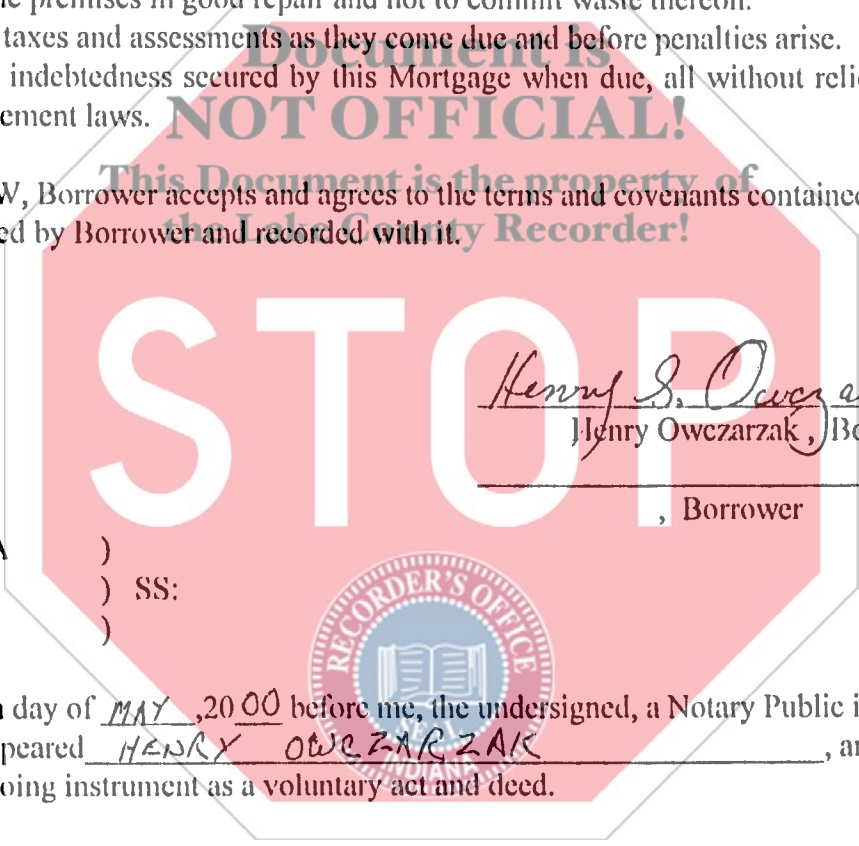
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BORROWER COVENANTS that Borrower is lawfully seized of the estate hereby conveyed and has the right to mortgage, grant and convey the Property and that the Property is unencumbered, except for encumbrances of record. Borrower warrants and will defend generally the title to the Property against all claims and demands, subject to any encumbrances of record.

Borrower further covenants and agrees:

- a. Not to permit any lien of mechanics or materialmen to attach and to remain on the premises
- b. Keep the premises in good repair and not to commit waste thereon.
- c. Pay all taxes and assessments as they come due and before penalties arise.
- d. Pay all indebtedness secured by this Mortgage when due, all without relief from valuation and appraisement laws.

BY SIGNING BELOW, Borrower accepts and agrees to the terms and covenants contained in this Mortgage and in any rider (s) executed by Borrower and recorded with it.



Henry S. Owczarzak
 Henry Owczarzak, Borrower

 , Borrower

STATE OF INDIANA)
) SS:
 COUNTY OF LAKE)

On this 8th day of MAY, 2000 before me, the undersigned, a Notary Public in and for said County, personally appeared HENRY OWCZARZAK, and acknowledged the execution of the foregoing instrument as a voluntary act and deed.

Witness my hand and official seal.

My Commission expires: 4-18-00
 County of Residence: LAKE

Cecelia A Bragg
 Notary Public
 CECELIA A BRAGG

This Instrument prepared by Brian L. Goins, Attorney-at-Law #8616-45, 707 Ridge Road, Munster, IN 46321