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MICHAEL A. BROWN
RECORDER

LOAN MODIFICATION AGREEMENT

WHEREAS, LAKE FEDERAL SAVINGS AND LOAN ASSOCIATION OF HAMMOND, n/k/a, LAKE FEDERAL BANK, FSB loaned Joel S Munoz, the sum of Seventy Nine Thousand Two Hundred and no/100--- Dollars (\$ 79,200.00), as evidenced by a note and mortgage dated June 4, 2001, and recorded June 7, 2001, as Document Number 2001 043798, in the public records in the County of Lake, State of Indiana where the mortgaged property is located, which note and mortgage are hereby incorporated herein as part of this instrument, and

WHEREAS, the undersigned, owner of said premises, has found it necessary and does hereby request a modification of the terms of said loan for the following reasons:

Upon an Advance of \$850.00, to convert this loan from a 5 year balloon to a 300 month Adjustable Rate Loan; Interest Rate to be 6.000%, effective July 1, 2006; payment to be effective August 1, 2006; late charge to be 5% of the adjusted principal and interest payment;

AND, WHEREAS, the parties desire to restate the modified terms of said so that there shall be no misunderstanding of the matter;

THEREFORE, it is hereby agreed that, as of the date of this agreement, the unpaid balance of said indebtedness is Seventy Four Thousand Seven Hundred Seventy Two Dollars and 94/100--- Dollars (\$ 74,772.94), all of which the undersigned promises to pay with interest until paid, and that the same shall be payable in monthly installments of Four Hundred Eight One and 76/100 Dollars (\$481.76), per month beginning on the First day of August, 2006, to be applied first to interest and balance to principal, plus a sum estimated to sufficient to discharge tax and insurance obligations (which sum may be adjusted as necessary); the new interest rate to become effective July 1, 2006; the interest rate may change July 1, 2011 and every July 1st thereafter; the interest rate will never be increased or decreased on any single Change Date by more than 2.0% from the rate from the preceding period; the payment date reflecting the change in the new interest rate will be August 1, 2011; and the maturity date will be July 1, 2031; and that in all other respects said mortgage contract shall remain in full force and effect. The Covenants of said agreement, mortgage and note are expressly incorporated by reference herein.

Signed, sealed and delivered this 17th day of July, 2006.

LAKE FEDERAL BANK, FSB

by, Gerald R. Skrabala
Gerald R. Skrabala, President

Stephen P. Davenport
Stephen P. Davenport, Vice President

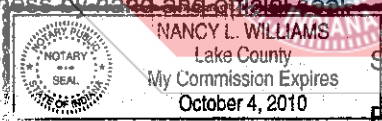
Joel S. Munoz
Joel S. Munoz

STATE OF INDIANA, Lake County, ss:

Before me, the undersigned, a Notary Public in and for said County and State, this 17th day of July, 2006, personally appeared Gerald R Skrabala, Stephen P Davenport and Joel S. Munoz, and acknowledged the execution of the forgoing loan modification agreement. Witness by hand and official seal.

My commission expires: 10-04-10

Resident of Lake County.



Signature: Nancy L. Williams
Printed: Nancy L. Williams, Notary Public

This Instrument prepared by: Greald R. Skrabala, President

I affirm, under penalties of perjury, that I have taken reasonable care to redact each Social Security number in this document, unless required by law.

Gerald R. Skrabala

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ADJUSTABLE RATE RIDER

THIS ADJUSTABLE RATE RIDER is made this17th..... day of ...July.....
.....2006..... and is incorporated into and shall be deemed to amend and supplement
the Mortgage, Deed of Trust, or Security Deed (the "Security Instrument") of the same date given
by the undersigned (the "Borrower") to secure Borrower's Adjustable Rate Note (the "Note") to ...
.....Lake Federal Bank, FSB.....

(the "Lender") of the same date and covering the property described in the Security Instrument
and located at:

.....1240 Camellia Drive #8... Munster, Indiana... 46321.....
[Property Address]

**NOTICE: THE SECURITY INSTRUMENT SECURES A NOTE WHICH
CONTAINS A PROVISION ALLOWING FOR CHANGES IN THE
INTEREST RATE. INCREASES IN THE INTEREST RATE WILL RESULT
IN HIGHER PAYMENTS. DECREASES IN THE INTEREST RATE WILL
RESULT IN LOWER PAYMENTS.**

ADDITIONAL COVENANTS. In addition to the covenants and agreements made in the
Security Instrument, Borrower and Lender further covenant and agree as follows:

A. INTEREST RATE AND PERIODIC PAYMENT CHANGES

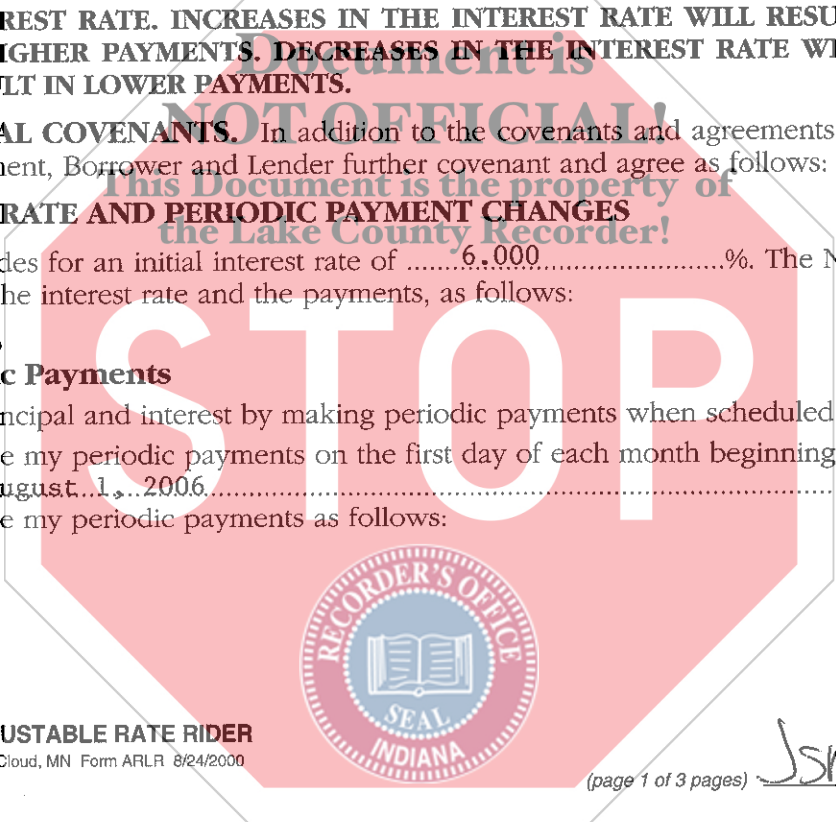
The Note provides for an initial interest rate of6.000.....%. The Note provides
for changes in the interest rate and the payments, as follows:

3. PAYMENTS

(A) Periodic Payments

I will pay principal and interest by making periodic payments when scheduled: (mark one):

- I will make my periodic payments on the first day of each month beginning on
.....August...1...2006.....
- I will make my periodic payments as follows:



BSM

before each Change Date is called the "Current Index." If the Index is no longer available, the Note Holder will choose a new index which is based upon comparable information. The Note Holder will give me notice of this choice.

The most recent Index figure available as of the date 45 days One Year Treasury Constant Maturity-Weekly Average

"Index" is: Beginning with the first Change Date, my interest rate will be based on an Index. The

(B) The Index

and on every July, first, thereafter. The interest rate I will pay may change July 1, 2011 month thereafter. The interest rate I will pay may change on the first day of

(A) Change Dates

Each date on which my interest rate could change is called a "Change Date." (Mark one)

4. INTEREST RATE AND PERIODIC PAYMENT CHANGES

Changes in my periodic payment will reflect changes in the unpaid principal of my loan and in the interest rate that I must pay. The Note Holder will determine my new interest rate and the changed amount of my periodic payment in accordance with Section 4 of the Note.

(D) Periodic Payment Changes

This amount may change. Each of my initial periodic payments will be in the amount of U.S. \$ 481.76

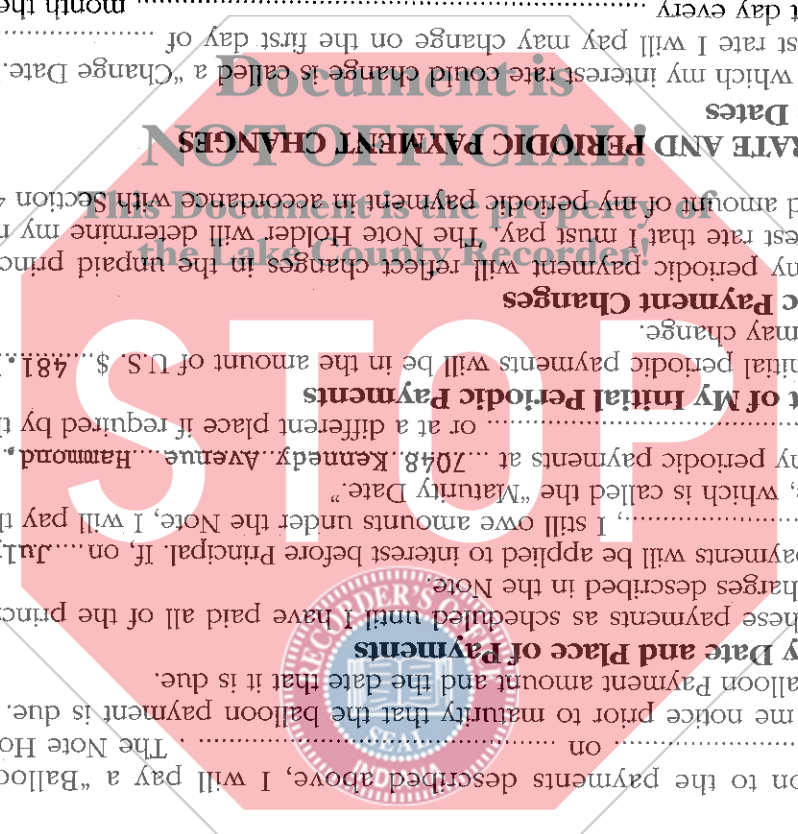
(C) Amount of My Initial Periodic Payments

I will make my periodic payments at 7048 Kennedy Avenue, Hammond, Indiana 46323 or at a different place if required by the Note Holder.

(B) Maturity Date and Place of Payments

I will make these payments as scheduled until I have paid all of the principal and interest and any other charges described in the Note. My periodic payments will be applied to interest before Principal. If, on July 1, 2031, I still owe amounts under the Note, I will pay those amounts in full on that date, which is called the "Maturity Date."

In addition to the payments described above, I will pay a "Balloon Payment" of \$ on The Note Holder will deliver or mail to me notice prior to maturity that the balloon payment is due. This notice will state the Balloon Payment amount and the date that it is due.



(C) Calculation of Changes

Before each Change Date, the Note Holder will calculate my new interest rate by Two and One Half

percentage points (2.500%) to the Current Index. The result of this calculation:

- will not be rounded off.
- will be rounded off by the Note Holder to the nearest 0.125%.
- will be rounded off by the Note Holder up to the nearest _____%.
- will be rounded off by the Note Holder down to the nearest _____%.

Subject to the limitations stated in Section 4(D) below, this amount will be my new interest rate until the next Change Date.

The Note Holder will then determine the amount of the periodic payment that would be sufficient to repay the unpaid principal that I am expected to owe at the Change Date in full on the Maturity Date at my new interest rate in substantially equal payments. The result of this calculation will be the new amount of my periodic payment.

(D) Limits on Interest Rate Changes

- My interest rate will never be increased or decreased on any single Change Date by more than 2.000 percentage points from the rate of interest I have been paying for the preceding period.
- My interest rate will never be greater than 21.000% or less than 6.000%.

(E) Effective Date of Changes

My new interest rate will become effective on each Change Date. I will pay the amount of my new periodic payment beginning on the first periodic payment date after the Change Date until the amount of my periodic payment changes again.

(F) Notice of Changes

At least 25 days, but no more than 120 days, before the effective date of any payment change, the Note Holder will deliver or mail to me a notice of any changes in my interest rate and the amount of my periodic payment. The notice will include information required by law to be given to me and also the title and telephone number of a person who will answer any question I may have regarding the notice.

B. FUNDS FOR TAXES AND INSURANCE

Uniform Covenant 3 of the Security Instrument is waived by the Lender.

BY SIGNING BELOW, Borrower accepts and agrees to the terms and covenants contained in this Adjustable Rate Rider.

Joel S. Munoz (Seal)
 _____ -Borrower
 Joel S. Munoz (Seal)
 _____ -Borrower