

CHATTEL MORTGAGE

Date: _____

FOR VALUE RECEIVED, receipt of which is hereby acknowledged, the undersigned debtor hereby grants a security interest in the following property _____

to _____ as secured party.

This security agreement is to secure indebtedness in the amount of _____
_____ (\$_____), evidenced by a promissory note of even date.

The undersigned warrants that he/she is the owner of all interest in said property, and that such interest is subject to no other liens, charges encumbrances or claims.

This agreement shall be secured with a UCC financing statement. A copy of this security agreement and the UCC financing statement shall be lodged with the trustee of said land trust. The undersigned consents that no further pledge of the beneficial interest shall be made, or conveyance or encumbrance of the real property of the trust without the consent of the secured party.

Upon default, the secured party shall have all the rights and remedies provided a secured party under the _____ [State] Uniform Commercial Code, including the right to sell the beneficial interest at a public or private sale, with or without advertising. The undersigned agrees that the requirements of the UCC shall be met if notice is mailed to the undersigned at the address below, not less than five days prior to the sale or other disposition.

Default shall be: any failure to pay principal or interest under the promissory note as it comes due; breach of any warranty made by the debtor; attachment, seizure, foreclosure, forfeiture, or levy on the beneficial interest of the trust or the real property held by the trust; institution of any action in bankruptcy by or against debtor; or, any reasonable insecurity of the secured party.

The undersigned acknowledges receipt of a completed copy of this security agreement.

Secured party:

Address:

Debtor:

Address:

