

## MORTGAGE

**NOTICE: THIS LOAN IS NOT ASSUMABLE WITHOUT THE APPROVAL OF THE DEPARTMENT OF VETERANS AFFAIRS OR ITS AUTHORIZED AGENT. The attached RIDER is made a part of this instrument.**

STATE OF ALABAMA, }  
Shelby COUNTY.

02-09-1994

KNOW ALL MEN BY THESE PRESENTS:

That whereas the undersigned

CHARLES PETER MORAITES DEANNA DOUGLAS MORAITES  
and wife

of the city PELHAM county of SHELBY and State of Alabama  
party of the first part (hereinafter called Mortgagor), has become justly indebted unto  
MORTGAGE TRUST CORPORATION

STATE OF Georgia , a corporation organized and existing under the laws of  
full sum of , party of the second part (hereinafter called the Mortgagee), in the

Seventy One Thousand Six Hundred Dollars and No Cents Dollars

(\$ 71,600.00 ), money lent and advanced with interest at the rate of  
Seven per centum ( 07.0000 % ), per annum until  
paid, for which amount Mortgagor has signed and delivered unto the said Mortgagee a certain promissory note  
bearing even date with these presents, the said principal and interest to be payable at the office of

MORTGAGE TRUST CORPORATION 6201 POWERS FERRY RD STE 100

in ATLANTA GA 30339-0000

, or at some other place as the holder may designate  
in writing delivered or mailed to the Mortgagor in monthly installments of

Four Hundred Seventy Six Dollars and Thirty Six Cents

Dollars (\$ 476.36 ), commencing on the first  
day of April , 1994 and continuing on the first day of each month thereafter  
until the principal and interest are fully paid off, except that the final payment of principal and interest, if not sooner  
paid, shall be due and payable of the first day of March , 2024

WHEREAS the said Mortgagor is desirous of securing the prompt payment of said note and the several in-  
stallments of principal, interest, and monthly payments hereinafter provided for, and any additional indebtedness ac-  
cruing to the Mortgagee on account of any future payments, advances, or expenditures made by the Mortgagee as  
hereinafter provided:

NOW, THEREFORE, in consideration of the premises and the sum of One Dollar (\$1) to the undersigned  
Mortgagor CHARLES PETER MORAITES DEANNA DOUGLAS MORAITES  
and wife  
in hand paid by the Mortgagee, the receipt whereof is hereby acknowledged, and for the purpose of securing the prompt  
payment of said indebtedness as it becomes due they

CHARLES PETER MORAITES DEANNA DOUGLAS MORAITES  
and wife  
grant, bargain, sell, assign, and convey unto the said Mortgagee, the following-described real property situated in  
SHELBY County, Alabama, to wit

Lot 23, in Block 2, according to the Survey of Cahaba Valley Estates, 3rd Sector,  
as recorded in Map Book 5, page 107, in the Probate Office of Shelby County, Alabama.

Inst # 1994-05930

02/23/1994-05930  
11:18 AM CERTIFIED  
SHELBY COUNTY JUDGE OF PROBATE  
005 MCB 125.90

Together with the hereditaments and appurtenances thereunto belonging, and the rents, issues, and profits of the above-  
described property (provided, however, that the Mortgagor shall be entitled to collect and retain the said rents, issues,  
and profits until default hereunder), and all fixtures now and hereafter attached to or used in connection with the premises  
herein described and in addition thereto the following described household appliances, which are and shall be deemed  
to be, fixtures and a part of the realty, and are a portion of the security for the indebtedness herein mentioned;

Alan Burdette  
12-24th Ave N.W.  
B'ham, AL 35215

Should the Department of Veteran's Affairs fail or refuse to issue its guaranty of the loan secured by this instrument under the provisions of the Serviceman's Readjustment Act of 1944, as amended, within sixty (60) days from the date the loan would normally become eligible for such guaranty, the Mortgagee may, at its option, declare all sums secured hereby immediately due and payable.

The Mortgagor covenants and agrees that so long as this Mortgage and the said Note secured hereby are guaranteed under the provisions of the Serviceman's Readjustment Act of 1944, as amended, he will not execute or file for record any instrument which imposes a restriction upon the sale or occupancy of the mortgaged property on the basis of race, color, or creed. Upon any violation of this undertaking, the Mortgagee may, at its option, declare the unpaid balance of the debt secured hereby immediately due and payable.

TO HAVE AND TO HOLD the same with all the rights, privileges, and appertinances thereunto belonging or in anywise appertaining unto the said Mortgagee and assigns of the Mortgagee forever.

And the Mortgagor hereby covenants that they are seized of said real property in fee simple, and have good right to sell and convey the same; that the property is free from all encumbrances and that the Mortgagor, and Mortgagor's heirs, executors, administrators next-of-kin, and assigns will forever defend the same unto the Mortgagee and assigns against the claims of all persons whomsoever;

THIS MORTGAGE IS MADE, however, subject to the following covenants, conditions, and agreements, that is to say:

1. That the Mortgagor will promptly pay the principal and interest on the indebtedness evidenced by said note, at the times and in the manner therein provided. Privilege is reserved to prepay at any time, without premium or fee, the entire indebtedness or any part thereof not less than the amount of one installment, or one hundred dollars (\$100.00), whichever is less. Prepayment in full shall be credited on the date received. Partial prepayment, other than on an installment due date, need not be credited until the next following installment due date or thirty days after such prepayment, whichever is earlier.

2. Together with, and in addition to, the monthly payments of principal and interest payable under the terms of the note secured hereby, mortgagor will pay to the Mortgagee as trustee (under the terms of this trust as hereinafter stated) on the first day of each month until the said note is fully paid:

- (a) A sum equal to the ground rents, if any, next due, plus the premiums that will next become due and payable on policies of fire and other hazard insurance covering the mortgaged property, plus taxes and assessments next due on the mortgaged property (all as estimated by the Mortgagee, and of which the Mortgagor is notified) less all sums already paid therefor divided by the number of months to elapse before 1 month prior to the date when such ground rents, premiums, taxes and assessments will become delinquent, such sums to be held by Mortgagee in trust to pay said ground rents, premiums, taxes and special assessments.
- (b) The aggregate of the amounts payable pursuant to subparagraph (a) and those payable on the note secured hereby, shall be paid in a single payment each month, to be applied to the following items in the order stated:
  - (I) taxes, special assessments, fire and other hazard insurance premiums;
  - (II) interest on the note secured hereby; and
  - (III) amortization of the principal of said note.

Any deficiency in the amount of such aggregate monthly shall, unless made good by the Mortgagor prior to the due date of the next such payment shall, constitute an event of default under this mortgage. At Mortgagee's option, Mortgagor will pay a "late charge" not exceeding four per centum (4%) of any installment when paid more than fifteen (15) days after the due date thereof, to cover the extra expense involved in handling delinquent payments, but such "late charge" shall not be payable out of the proceeds of any sale made to satisfy the indebtedness secured hereby, unless such proceeds are sufficient to discharge the entire indebtedness and all proper costs and expenses secured thereby.

3. If the total of the payments made by the Mortgagor under (a) of paragraph 2 preceeding shall exceed the amount of payments actually made by Mortgagee as trustee for taxes, assessments, or insurance premiums, as the case may be, such excess shall be credited to subsequent payments to be made by the Mortgagor for such items or, at the option of Mortgagor, as trustee may be refunded to Mortgagor. If, however, such monthly payments shall not be sufficient to pay such items when the same shall become due and payable, the Mortgagor shall pay to the Mortgagee as trustee any amount necessary to make up the deficiency. Such payments shall be made within thirty (30) days after written notice from the Mortgagee stating the amount of the deficiency, which notice may be given by mail. If at any time the Mortgagor shall tender to the Mortgagee in accordance with the provisions of the note secured hereby, full payment of the entire indebtedness represented thereby the Mortgagee as trustee shall, in computing the amount of such indebtedness, credit to the account of the Mortgagor any credit balance remaining under the provisions of (a) of paragraph 2 hereof. If there shall be a default under any of the provisions of this mortgage resulting in a public sale of the premises covered hereby, or if the Mortgagee acquires the property otherwise after default, the Mortgagee as trustee shall apply, at the time of commencement of such proceedings, or at the time the property is otherwise acquired, the amount then remaining to credit of Mortgagor under (a) of paragraph 2 preceeding, as a credit on the interest accrued and unpaid and the balance to the principal then remaining unpaid on the note secured hereby.

4. If the Mortgagee shall be made a party to any condemnation proceedings or to any suit involving the title to the property hereby conveyed and employs an attorney to represent it therein, or if the Mortgagee employs an attorney to assist in settling or removing any cloud on the title to the property hereby conveyed that purports to be superior to the lien of this mortgage in any respect, or if this mortgage be foreclosed in Chancery or under the power of sale hereinafter provided for, or if an action be brought for breach of any obligation hereunder, the Mortgagor will pay, when the same becomes due, such attorney's fees as may be reasonable for such services, and if such fee is paid or incurred by the Mortgagee the same shall be secured by the lien of this mortgage in addition to the indebtedness specially secured hereby and shall bear interest from the date it is paid or incurred and shall be at once due and payable. Any proceeds from Condemnation awards shall be applied to reduce the amount of the principal debt at the option of Mortgagee.

5. So long as any of the indebtedness secured hereby shall remain unpaid, in whole or in part, the Mortgagor agrees to keep said premises and the improvements thereon in good condition, and to pay all taxes and assessments that may be levied or accrue upon said property, and all other charges that may become liens upon said premises, and not to permit any lien, which might take precedence over the lien of this mortgage, to accrue and remain on said premises, or any part thereof, or on the improvements thereon.

6. Mortgagor will continuously maintain hazard insurance, of such type or types and amounts as the Mortgagee may from time to time require, on the improvements now or hereafter on said premises, and except when payment for all such premiums has theretofore been made under (a) of paragraph 2 hereof, will pay promptly when due any premiums therefor. All insurance shall be carried in companies approved by the Mortgagee and the policies and renewals thereof shall be held by Grantee and have attached thereto loss payable clauses in favor of and in form acceptable to the Mortgagee. In event of loss Mortgagor will give immediate notice by mail to Mortgagee, who may make proof of loss if not made promptly by Mortgagor, and each insurance company concerned is hereby authorized and directed to make payment for such loss directly to Mortgagee instead of to Mortgagor and Mortgagee jointly, and the insurance proceeds, or any part thereof, may be applied by Mortgagee at its option either to the reduction of the indebtedness hereby secured or to the restoration or repair of the property damaged. In event of foreclosure of this mortgage, or other transfer of title to the premises covered hereby in extinguishment of the indebtedness secured hereby, all right, title and interest of the Mortgagor in and to any insurance policies then in force shall pass to the purchaser or grantee.

7. If the Mortgagor fails to insure said property as hereinabove provided, or to pay all or any part of the taxes or assessments levied, accrued, or assessed upon or against said property, or fails to pay immediately and discharge any and all liens, debts, and charges which might become liens superior to the lien of this mortgage, the Mortgagee may, at its option, insure said property and pay said taxes, assessments, debts, liens, and charges, and any money which the Mortgagee shall have so paid or become obligated to pay shall constitute a debt to the Mortgagee additional to the debt hereby specially secured, shall be secured by this mortgage, shall bear interest at the rate provided for in the principal indebtedness form date paid or incurred, and, at the option of the Mortgagee, shall be immediately due and payable.

8. That upon the request of the Mortgagee the Mortgagor shall execute and deliver a supplemental note or notes for the sum or sums advanced by the Mortgagee for the alteration, modernization, improvement, maintenance, or repair of said premises, for taxes or assessments against the same and for any other purpose authorized hereunder. Said note or notes shall be secured hereby on a parity with and as fully as if the advance evidenced thereby were included in the note first described above. Said supplemental note or notes shall bear interest at the rate provided for in the principal indebtedness and shall be payable in approximately equal monthly payments for such period as may be agreed upon by the creditor and debtor. Failing to agree on the maturity, the whole of the sum or sums so advanced shall be due and payable thirty (30) days after demand by the creditor. In no event shall the maturity extend beyond the ultimate maturity of the note first described above.

9. No failure of the Mortgagee to exercise any option herein given to declare the maturity of the debt hereby secured shall be taken or construed as a waiver of its right to exercise such option or to declare such maturity by reason of any past or present default on the part of the Mortgagor; and the procurement of insurance or the payment of taxes or other liens, debts, or charges by the Mortgagee shall not be taken or construed as a waiver of its right to declare the maturity of the indebtedness hereby secured by reason of the failure of the Mortgagor to procure such insurance or to pay such taxes, debts, liens, or charges; and the lien of this instrument shall remain in full force and effect during any postponement or extension of the time of payment of the indebtedness or any part thereof secured hereby.

10. If the Mortgagor shall well and truly pay and discharge the indebtedness hereby secured as it shall become due and payable and shall do and perform all acts and agreements to be done and performed by the Mortgagor under the terms and provisions of this mortgage, then this conveyance shall become null and void.

11. If the Mortgagor shall fail to pay, or cause to be paid, as it matures, the indebtedness hereby secured or any part thereof, according to the terms thereof, or if the Mortgagor shall fail to do or perform any other act or thing herein required or agreed to be done or performed, or if the interest of the Mortgagee in said property becomes endangered by reason of the enforcement of any prior liens or encumbrance thereon, then, in any such event, the whole indebtedness hereby secured shall, at the option of the Mortgagee and without notice, become immediately due and payable and this mortgage subject to foreclosure; and in such event the Mortgagee shall have the right and is hereby authorized to enter upon and take possession of said property, and, after or without possession, to sell the same before the Courthouse door and in the city of Pelham, County of Shelby, Alabama, at public outcry, for cash, first giving notice of the time, place, and terms of said sale by publication once a week for three successive weeks prior to said sale in some newspaper published in said county, and, upon the payment of the purchase money, the Mortgagee or any person conducting said sale for it is authorized to execute to the purchaser at said sale a deed to the property so purchased, and, such purchaser shall not be held to inquire as to the application of the proceeds of such sale. The Mortgagee may bid at the sale and purchase said property, if the highest bidder therefor.

12. The proceeds of a foreclosure sale, judicial or otherwise, shall be applied: First, to the expenses of advertising and selling, including the attorney's fees, provided for in paragraph 4 hereof; second, to the repayment of any money, with interest thereon, which the Mortgagee may have paid or become liable to pay or which it may then be necessary to pay for taxes, assessments, insurance and other charges, liens, or debts hereinabove provided; third, to the payment and satisfaction of the indebtedness hereby specially secured with interest, to date of sale only shall be charged; fourth, to reimbursement of The Department of Veteran's Affairs for any sums paid by it on account of the guaranty or insurance of the indebtedness evidenced by the note secured hereby; fifth, the balance, if any, shall be paid to the Mortgagor.

13. As long as any of the indebtedness hereby secured shall remain unpaid, the Mortgagor will neither commit nor permit waste on the premises hereby conveyed; and upon the commission of any waste thereon the Mortgagee may, at its option, declare the entire indebtedness hereby secured to be at once due and payable. Nor will the Mortgagor remove any of the fixtures on the premises hereby conveyed so long as the indebtedness hereby secured shall remain unpaid.

14. If the Mortgagor shall make default in the payment of any of the indebtedness hereby secured, or in the performance of any of the terms or conditions hereof, the Mortgagee may proceed to collect rent, income, and profits from the premises, either with or without the appointment of a receiver. Any rents, income, and profits collected by the Mortgagee prior to foreclosure of this indebtedness, less the cost of collecting the same, including any real estate

commission or attorney's fees incurred, shall be credited first, on the advances with interest thereon, then upon the interest, and the remainder, if any, upon the principal debt hereby secured.

16. Any promise made ny the Mortgagor herein to pay money may be enforced by a suit or a law, and the security of this mortgage shall not be waived thereby, and as tom such debts the Mortgagor waives all right of exemption under the law.

17. If the indebtedness secured hereby be guaranteed or insured under Title 38, United States Code, such Title and Regulations issued thereunder and in effect on the date hereof shall govern the rights, duties and liabilities of the parties hereto, and any provisions of this or other instruments executed in connection with such indebtedness which are inconsistent with said Title or Regulations are hereby amended to conform thereto.

18. The covenants herein contained shall bind, and the benefits and advantages shall insure to, the respective heirs, executors, administrators, successors, and assigns of the parties hereto. Whenever used, the singular number shall include the plural, the plural the singular, the use of any gender shall be applicable to all genders, and the term "Mortgagee" shall include any payee of the indebtedness hereby secured or any transferee whether by operation of law or otherwise.

Given under our hand and seal this the 9th day of February, 1994

Charles Peter Moraites (Seal)  
CHARLES PETER MORAITES  
Deanna Douglas Moraites (Seal)  
DEANNA DOUGLAS MORAITES  
\_\_\_\_\_(Seal)  
\_\_\_\_\_(Seal)

STATE OF ALABAMA,  
} Jefferson COUNTY.

I, Alan Burdette, a notary public in and for said County, in said State, hereby certify that Charles Peter Moraites and wife Deanna Douglas Moraites whose names are signed to the foregoing conveyance, and who are known to me, acknowledge before me on this day that, being informed of the contents of this conveyance, have executed the same voluntarily on the day the same bears date.

GIVEN under my hand and official seal this 9th day of February, 1994

[Signature]  
Notary Public

My Commission Expires: 3/6/95

THIS INSTRUMENT PREPARED BY:  
NAME: ALAN BURDETTE, ATTORNEY  
ADDRESS: 12-24th Ave. N.W.  
BIRMINGHAM, AL 35218

STATE OF ALABAMA

MORTGAGE

TO

THE STATE OF ALABAMA, }  
COUNTY.  
I, Judge of the Probate Court of said County, do hereby certify that the foregoing conveyance was filed for registration in this office on the \_\_\_\_\_ day of \_\_\_\_\_, and was recorded in Vol. \_\_\_\_\_, on the \_\_\_\_\_ day of \_\_\_\_\_  
Record of Deeds, pages \_\_\_\_\_  
Judge of Probate.  
Fee \_\_\_\_\_



## V.A. ASSUMPTION POLICY RIDER

NOTICE: THIS LOAN IS NOT ASSUMABLE WITHOUT THE APPROVAL OF THE DEPARTMENT OF VETERANS AFFAIRS OR ITS AUTHORIZED AGENT.

THIS ASSUMPTION POLICY RIDER, is made this 9th day of February 1994 and is incorporated into and shall be deemed to amend and supplement the Mortgage, Deed of Trust, or Deed to Secure Debt ("Instrument") of the same date herewith, given by the undersigned ("Mortgagor") to secure the Mortgagor's Note ("Note") of the same date to

MORTGAGE TRUST CORPORATION

its successors and assigns

("Mortgagee") and covering the property described in the Instrument and located at :

912 WILLOW BEND RD.

PELHAM, AL 35124-0000

Notwithstanding anything to the contrary set forth in this instrument, Mortgagee and Mortgagor hereby acknowledge and agree to the following:

**GUARANTY :** Should the Department of Veteran's Affairs fail or refuse to issue its guaranty in full amount within 60 days from the date that this loan would normally become eligible for any such guaranty committed upon by the Department of Veteran's Affairs under the provisions of Title 38 of the U.S. Code "Veterans Benefits", the Mortgagee may declare the indebtedness hereby secured at once due and payable and may foreclose immediately or may exercise any other rights hereunder or take any other proper action as by law provided.

**TRANSFER OF PROPERTY :** If all or part of the property or any interest in it is sold or transferred, this loan may be declared immediately due and payable upon transfer ("assumption") of the property securing such loan to any transferee ("assumer"), unless the acceptability of the assumption and transfer of this loan is established by the Department of Veteran's Affairs or its authorized agent pursuant to Section 3714 of Chapter 37, Title 38, United States Code.

(a) **ASSUMPTION FUNDING FEE :** A fee equal to one-half percent (.50%) of the unpaid principal balance of this loan as of the date of transfer of the property shall be payable at the time of transfer to the mortgagee or its authorized agent, as trustee for the Department of Veteran's Affairs. If the assumer fails to pay this fee at the time of transfer, the fee shall constitute an additional debt to that already secured by this instrument, shall bear interest at the rate herein provided, and, at the option of the mortgagee of the indebtedness hereby secured or any transferee thereof, shall be immediately due and payable. This fee is automatically waived if the assumer is exempt under the provisions of 38 U.S.C. 1829 (b).

(b) **ASSUMPTION PROCESSING CHARGE :** Upon application for approval to allow assumption and transfer of this loan, a processing fee may be charged by the mortgagee or its authorized agent for determining the credit worthiness of the assumer and subsequently revising the holder's ownership records when an approved transfer is completed. The amount of this charge shall not exceed the lesser of the maximum established by the Department of Veteran's Affairs for a loan to which Section 3714 of Chapter 37, Title 38, United States Code applies or any maximum prescribed by applicable State law.

(c) **ASSUMPTION INDEMNITY LIABILITY :** If this obligation is assumed, then the assumer hereby agrees to assume all of the obligations of the veteran under the terms of the instrument creating and securing the loan, including the obligation of the veteran to indemnify the Department of Veteran's Affairs to the extent of any claim payment arising from the guaranty or insurance of the indebtedness created by this instrument.

IN WITNESS WHEREOF, Mortgagor(s) has executed this Assumption Policy Rider.

*Charles Peter Moraites*

CHARLES PETER MORAITES

-Mortgagor

(Seal) *Deanna Douglas Moraites* (Seal)

DEANNA DOUGLAS MORAITES

-Mortgagor

(Seal) -Mortgagor Inst # 1994-05930

(Seal) -Mortgagor

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