

~~insurance premiums and the like with respect to the Property or any part thereof~~
 as estimated by Lender to be sufficient to enable Lender to pay such at least
 thirty (30) days before they become due. Said payments shall be in addition to
 payments to Lender for principal and interest. Upon demand by Lender, Borrower
 shall pay to Lender such additional monies as are required to make up any defi-
 ciencies in the amounts necessary to enable Lender to pay such taxes, assessments,
~~insurance premiums and the like.~~

~~Such escrow deposits shall not be, nor be deemed to be, trust funds, but~~
 may be commingled with the general funds of Lender, and no interest, earnings or
 profits shall be payable with respect thereto. Such escrow deposits are, and
 shall be deemed to be, funds pledged as additional security for the sums secured
 by the within Mortgage. In the event of a default by Borrower under the terms
 of the Note, Mortgage, or any instrument securing payment of the Note, Lender
 may, in its sole discretion, apply to the reduction of the sums secured by the
 within Mortgage, in such manner as Lender shall determine, any amount under this
~~paragraph remaining to Borrower's credit.~~

* 3. Escrows for taxes and insurance. Borrower shall pay an escrow deposit
 to Lender on the first day of each month until the Note is fully
 paid, in an amount equal to one-twelfth of the yearly taxes, assessments,
 insurance premiums and the like with respect to the Property or any part thereof,
 as estimated by Lender to be sufficient to enable Lender to pay such at least
 thirty (30) days before they become due. Said payments shall be in addition to
 payments to Lender for principal and interest. Upon demand by Lender, Borrower
 shall pay to Lender such additional monies as are required to make up any defi-
 ciencies in the amounts necessary to enable Lender to pay such taxes, assessments,
 insurance premiums and the like.

Such escrow deposits shall not be, nor be deemed to be, trust funds, but
 may be commingled with the general funds of Lender, and no interest, earnings or
 profits shall be payable with respect thereto. Such escrow deposits are, and
 shall be deemed to be, funds pledged as additional security for the sums secured
 by the within Mortgage. In the event of a default by Borrower under the terms
 of the Note, Mortgage, or any instrument securing payment of the Note, Lender
 may, in its sole discretion, apply to the reduction of the sums secured by the
 within Mortgage, in such manner as Lender shall determine, any amount under this
 paragraph remaining to Borrower's credit.

* Strike inapplicable paragraph.

9774

4328 RV.2