

USDA-FHA
Form FHA 427-1 SC
(Rev. 11-2-70)

FILE 16585
GREENVILLE CO. S. C. Position 6

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DEC 15 4 30 PM '71
REAL ESTATE MORTGAGE FOR SOUTH CAROLINA
(INSURED LOANS TO INDIVIDUALS)
OLLIE FARNSWORTH
R. H. C.

*Cancelled
Success of Underlying
Note*

Mail 507
KNOW ALL MEN BY THESE PRESENTS, Dated December 15, 1971
WHEREAS, the undersigned Ernest Bass and Virgil F. Bass

residing in Greenville 29681 County, South Carolina, whose post office address

is Route 2, Simpsonville, SC 29388, South Carolina, herein called "Borrower," are (is) justly indebted to the United States of America, acting through the Farmers Home Administration, United States Department of Agriculture, herein called the "Government," as evidenced by one or more certain promissory note(s) or assumption agreement(s), herein called "note" (if more than one note is described below the word "note" as used herein shall be construed as referring to each note singly or all notes collectively, as the context may require), said note being executed by Borrower, being payable to the order of the Government in installments as specified therein, authorizing acceleration of the entire indebtedness at the option of the Government upon any default by Borrower, and being further described as follows:

<u>Date of Instrument</u>	<u>Principal Amount</u>	<u>Annual Rate of Interest</u>	<u>Due Date of Final Installment</u>
December 15, 1971	\$13,400.00	7 1/4	2004

and
WHEREAS, the note evidences a loan to Borrower in the principal amount specified therein, made with the purpose and intention that the Government, at any time, may assign the note and insure the payment thereof pursuant to the Consolidated Farmers Home Administration Act of 1961, or Title V of the Housing Act of 1949; and

WHEREAS, when payment of the note is insured by the Government, it may be assigned from time to time and each holder of the insured note, in turn, will be the insured lender; and

WHEREAS, when payment of the note is insured by the Government, the Government will execute and deliver to the insured lender along with the note an insurance endorsement insuring the payment of all amounts payable to the insured lender in connection with the loan; and

WHEREAS, when payment of the note is insured by the Government, the Government by agreement with the insured lender set forth in the insurance endorsement may be entitled to a specified portion of the payments on the note, to be designated the "annual charge"; and

WHEREAS, a condition of the insurance of payment of the note will be that the holder will forego his rights and remedies against Borrower and any others in connection with the loan evidenced thereby, as well as any benefit of this instrument, and will accept the benefits of such insurance in lieu thereof, and upon the Government's request will assign the note to the Government; and

WHEREAS, it is the purpose and intent of this instrument that, among other things, at all times when the note is held by the Government, or in the event the Government should assign the instrument without insurance of the note, this instrument shall secure payment of the note; but when the note is held by an insured lender, this instrument shall not secure payment of the note or attach to the debt evidenced thereby, but as to the note and such debt shall constitute an indemnity mortgage to secure the Government against loss under its insurance endorsement by reason of any default by Borrower;

NOW, THEREFORE, in consideration of the loan(s) and (s) at all times when the note is held by the Government, or in the event the Government should assign this instrument without insurance of the payment of the note, to secure prompt payment of the note and any renewals and extensions thereof and any agreements contained therein, including any provision for the payment of an insurance or other charge, (b) at all times when the note is held by an insured lender, to secure performance of Borrower's agreement herein to indemnify and save harmless the Government against loss under its insurance endorsement by reason of any default by Borrower, and (c) in any event and at all times to secure the prompt payment of all advances and expenditures made by the Government, with interest, as hereinafter described, and the performance of every covenant and agreement of Borrower contained herein or in any supplementary agreement, Borrower does hereby grant, bargain, sell, release, and assign unto the Government, with general warranty, the following property situated in the State of South Carolina, County(ies) of Greenville, located on the Northwesterly side of

Jonesville Road, and having, according to plat entitled "Property of Ernest Bass", prepared by C. O. Riddle, dated January, 1971, the following metes and bounds, to-wit: BEGINNING at a nail and railroad spike in or near the center of Jonesville Road, which spike is located S. 85-45 E., 36.15 Feet from old iron pin at the Northwesterly edge of said road and running thence with the line of property of James A. Hughes, N. 85-45 W., 303.4 feet to an iron pin; thence N. 35-15 E., 286.4 feet to an iron pin; thence S. 54-45 E., 260 feet to a railroad spike in Jonesville Road, passing over iron pin 41 feet back on line; thence in and with Jonesville Road S. 35-15 W., 130 feet to the BEGINNING CORNER.

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