

holder of this mortgage to the amount of One Thousand \$1,000 Dollars less if any payable to the mortgagee herein or assigns. And it is further agreed that every such policy of insurance shall be held by the party of the second part or the legal holder hereof as collateral and additional security for the payment of the debt hereby secured; and the person or persons so holding such policy or policies of insurance shall have the right to collect and receive any and all moneys which may at any time become payable and receivable thereon and may apply the same when received to the payment of the costs and expenses incurred in collecting said insurance and the residue to the payment of the debt hereby secured; or may elect to have the buildings repaired or new buildings erected on the aforesaid mortgaged premises. Said party of the second part or the legal holder hereof may deliver said policy to said party of the first part and require the collection of the same and application and payment made of the proceeds as above mentioned.

Fifth- Said party of the first part hereby agrees that if default of the payment of any sum hereby secured when the same is due, or in default of the specific performance of any covenant herein contained said party of the second part, or the legal holder hereof shall be entitled to have and recover of and from the makers of the note hereby secured interest at the rate of twelve per cent. per annum computed annually, on said principal note from the date thereof to the time when the same shall be actually paid in full first deducting from the amount of said interest such sums as may have been previously paid on account of interest, so that the total amount of interest from date of note to date of payment shall not be in excess of twelve per cent per annum.

Sixth- Said party of the first part hereby agrees that if the makers of said note shall fail to pay or cause to be paid any part of said money either principal or interest according to the tenor and effect of said note and coupons when the same becomes due and to conform or comply with any of the foregoing conditions or agreements the said party of the second part or the legal holder hereof shall have immediate possession of the premises hereinbefore described and all the rents profits and emblements thereof and the whole sum of money hereby secured shall at the option