

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 deficiencies 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.

~~xxxxxx Escrow deposits for taxes and insurance shall be held in trust for the benefit of the lender and shall not be commingled with the general funds of the lender. Such deposits shall be deemed to be trust funds and shall not be subject to the claims of the lender's creditors. The lender shall not be required to segregate such funds and shall not be liable for the safekeeping thereof. The lender shall have the right to apply such funds to the payment of taxes and insurance on the property. The lender shall not be required to account for such funds to the borrower. The lender shall have the right to terminate this paragraph at any time without notice to the borrower.~~

~~Such deposits shall not be, nor be deemed to be, trust funds, but may be commingled with the general funds of the lender, and no interest, earnings or profits shall be payable with respect thereto. Such 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 the borrower under the terms of the note, mortgage, or any instrument securing payment of the note, the lender may, in its sole discretion, apply to the reduction of the sums secured by the within mortgage, in such manner as the lender shall determine, any amount under this paragraph remaining to the borrower's credit.~~

* Strike inapplicable paragraph.

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