MORTGAGE RIDER RELEASE CLAUSE UNDER SECTION 236

(For Purpose Only)

[Name]

Attached to and forming part of a (Deed of Trust) hereinafter called the

________________ day of _____________________, 19___, and made by

______________________________ (Owner or Trustee)

______________________________ (Owner or Trustee)

The Mortgagor, which term shall include Trustor(s) if a Deed
of Trust) to secure an obligation of $__________________

The Mortgagor (as if the Mortgagor is in the form of a Deed of Trust, the Trustor(s); and the Owner of the deemed beneficially sheaft, release individual units as provided from the time of the Mortgagor to date to two percent (2%) upon the following terms and conditions:

1. The Federal Housing Commissioner shall give his prior written approval to each release.

2. The Mortgagor is not then in default, and construction of the improvements is complete.

3. The Mortgagor shall make a written request to the Mortgagor for a release, which shall consist of a full and complete description of the unit to be released and shall state that the Mortgagor on account representing the original release price as stated in Schedule "A" attached to and forming a part of this rider, have a proportional part of any payments to principal otherwise made on the mortgage (not including prepayment notice or the excess of sales), which amount shall thereafter be added to in the subsequent release price.

4. In the event that the Mortgagor is a nonprofit corporation or other nonprofit entity, it agrees that if the sales price of the unit is paid exceeds the adjusted release price, any portion of the excess, as shall be required by the Federal Housing Commissioner, shall be applied to the unpaid balance due under the Mortgagor.

5. Any monthly payment to principal and interest required to the mortgagor on the terms of the purchase agreement, the release shall be unchanged but all subsequent payments shall be adjusted in a manner that will fully amortize the unpaid principal, with interest, on the same date as said Mortgagor would have been fully amortized on originality provided.

6. Taxes, hazard insurance premiums and other charges, if any (other than the monthly reimbursements on account of mortgage insurance premium), shall be adjusted as of the date of release.

7. Identifiable reimbursement payments thereafter be made by the Mortgagor on account of annual mortgage insurance premium shall be reduced appropriately so that the cost (and subsequent annual premiums shall be accumulated in the hands of the Mortgagor, prior to the due date thereof, in an amount in direct proportion to the reduction in the original release amount of the Mortgagor required by this release.

8. Any such release or releases shall not be deemed to alter, impair, or abrogate the trust, conditions, and covenants of the Mortgagor in any respect whatsoever, or to impair, disturb, or destroy the lien thereof or in the property, lots, or parcels not so specifically and expressly released; and shall be the same in all respects as in any manner be deemed to require the premises to be sold or offered for sale as individual parcels in the event of public sale as a result of default in any provision of the Mortgagor.

9. A schedule identifying the units contained in the Mortgagor and establishing the original release price therefor is not forth on the revenue side of this Rider and as much as identified as ________ and made a part hereof.