

§ 11-9-203 Security Agreement: Chattel Mortgage

For the purpose of securing payment of the debts described below, (I) (We), the undersigned, hereby create a mortgage lien for the benefit of \_\_\_\_\_, his heirs and assigns in the following property: \_\_\_\_\_, together with all proceeds therefrom and accessions thereto, all of which property is warranted to be free of any other lien or incumbrance.

The above described lien is created to secure a debt evidenced by a certain promissory note for \$ \_\_\_\_\_ bearing interest from \_\_\_\_\_ at the rate of \_\_\_\_\_ percent per annum until paid, and any and all other indebtedness that may hereafter be owing by the mortgagor(s) to the mortgagee. If all such sums are promptly paid when due, then this mortgage shall be of no effect.

It is agreed that upon default in payment of any obligation secured by this mortgage all sums secured hereby, either present or hereafter contracted, shall immediately become due and this mortgage may be foreclosed for the full balance due.

It is further agreed that should the undersigned sell or otherwise dispose of the above described property or any interest therein without the consent of the mortgagee, all sums secured hereby shall become due and payable and the mortgage may be foreclosed for the whole amount.

This \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_.

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