

YOUR PREPAYMENT RIGHTS under “Right Mortgage”

This mortgage is closed. However, when not in default of any of the terms, covenants, conditions or provisions contained in the mortgage, you shall have the following privileges for payment of extra principal amounts:

- (1) During each calendar year following the advance of funds you may, without penalty:
 - (i) make prepayments totaling up to five percent (5%) of the original principal amount of the mortgage;
 - (ii) Increase the monthly payment by a total up to five percent (5%) of the then current monthly payment.

These privileges shall not be cumulative and do not apply if you are prepaying more than five percent (5%) of the original principal amount of the mortgage, even if you have not used the privilege in the calendar year in which the prepayment is made.

- (2) During each calendar year following the advance of funds you may, without penalty:
 - (i) make prepayments totaling up to ten percent (10%) of the original principal amount of the mortgage;
 - (ii) Increase the monthly payment by a total up to ten percent (10%) of the then current monthly payment.

These privileges shall not be cumulative and do not apply if you are prepaying more than ten percent (10%) of the original principal amount of the mortgage, even if you have not used the privilege in the calendar year in which the prepayment is made.

- (3) During each calendar year following the advance of funds you may, without penalty:
 - (i) make prepayments totaling up to fifteen percent (15%) of the original principal amount of the mortgage;
 - (ii) Increase the monthly payment by a total up to fifteen percent (15%) of the then current monthly payment.

These privileges shall not be cumulative and do not apply if you are prepaying more than fifteen percent (15%) of the original principal amount of the mortgage, even if you have not used the privilege in the calendar year in which the prepayment is made.

- (4) During each calendar year following the advance of funds you may, without penalty:
- (i) Make prepayments totaling up to percent (20%) of the original principal amount of the mortgage;
 - (ii) Increase the monthly payment by a total up to twenty percent (20%) of the then current monthly payment.

These privileges shall not be cumulative and do not apply if you are prepaying more than twenty percent (20%) of the original principal amount of the mortgage, even if you have not used the privilege in the calendar year in which the prepayment is made.

- (5) At our option, you may prepay the loan amount at any time upon payment of an amount equal to the GREATER of:
- (i) the interest differential based on the difference between the current interest rate of the mortgage and our prevailing posted interest rates interpolated for the remaining term, calculated over the term remaining on the original mortgage, all as determined by us at our sole direction; or
 - (ii) three (3) months interest penalty calculated at the current interest rate of the mortgage.