

INSURANCE OF MORTGAGED PREMISES OR CHARGES
AFFECTING THE SAME.

Sec. 16.—All property held in security by the Company consisting of Buildings, shall be insured by the Mortgagor, if required by the Directors, in such sum and Office as they shall think advisable, and the Policy or Policies shall be in the name of, or assigned over to the Company. In case any Borrower, having executed a Mortgage to the Company, shall make default in insuring and keeping insured the Mortgaged premises, or in payment of the ground rent, or shall omit to make other payments to which the said property may be subject, pursuant to the covenant in the Mortgage Deed, the Directors shall be at liberty from time to time to make such payments as may be necessary to revive the Insurance, or effect a fresh Insurance, or to satisfy the ground rent or any other payments whatever; and in case of such default or omission, and until repayment of the sum or sums so expended by the Directors in consequence thereof, the property in Mortgage shall stand charged therewith and with the interest thereon at the rate agreed upon for the Mortgage money; but it shall not be incumbent on the Directors to make any such payments, nor shall the Company be responsible for any consequences arising from the omission to make any such payments.

Sub-Sec. 1.—Every borrower executing a Mortgage to the Company shall, if required, at the time of such execution, give to the manager a written statement of all such particulars relating to the property comprised in such Mortgage as are usually required by Fire Insurance Companies, and if, at any subsequent period any trade shall be commenced, or erection made, or any other matter or thing shall take place, which would in any way affect the validity of the policy of Insurance the like statements shall be given, and the Directors