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Prepared by: Arlyn D. Maifeld
c/o Community Savings Bank
101 East Union, Edgewood, IA 52042

REAL ESTATE HYPOTHECATION AGREEMENT

1. COLLATERAL AND OBLIGATIONS. In consideration of any financial accommodations at any time granted by Community Savings Bank, Edgewood, Iowa, to Short Concrete, Inc. (Borrower), each of the undersigned Owner(s) pledges and conveys in trust to the Community Savings Bank his interest in the following described property:

SEE ATTACHED EXHIBIT A

For Release, see Book 2000
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The real estate so described shall secure all debts, obligations, and liabilities to the Community Savings Bank arising out of any existing or future credit granted by the Community Savings Bank to the Owner(s) or the Borrower(s), in which such extension of credit shall be secured by a mortgage on the said real estate. The obligation of the owners and the Mortgage on the real estate described herein shall not at any time, exceed $32,500.00. Community Savings Bank, in granting credit to Short Concrete, Inc., and require the pledge of the real estate described herein by Mark J. Short, A Single Person. In consideration of the agreement by owners, Community Savings Bank has proceeded with the loan to borrowers.

2. WARRANTY OF TITLE. Each Owner executing this agreement warrants that he is a holder of title in the above described real estate.

3. PRESERVATION OF COLLATERAL. The said Owner(s) executing this agreement shall preserve and maintain the above described real estate, and keep the same free from all liens for labor and materials, and unpaid taxes.

4. INSURANCE. The Owner(s) executing this agreement shall maintain adequate insurance coverage against all common hazards in a sufficient amount, and said Owner(s) shall provide the Community Savings Bank with proof of said coverage.

5. AUTHORITY OF BANK TO PERFORM. Upon the occurrence of any event of default, including the failure of the Owner(s) to perform any of the agreements set forth herein, the Community Savings Bank is authorized to take any action allowed by law for the foreclosure of its mortgage and the collection of the amounts due to it.

6. ACTS NOT AFFECTING OBLIGATIONS. None of the following shall affect the liabilities of any Owner or Borrower under this agreement, or the obligations, or the rights of the Community Savings Bank with respect to the above described real estate; (a) acceptance or retention by the Community Savings Bank of other property or interest as security for the obligations, or for the liability of any person other than a Owner with respect to the obligations; (b) the release of any or all of the above described real estate or other security for any of the obligations; (c) any release, extension, renewal, modification or compromise of any of the obligations or liability of any obligor thereon; or (d) failure by the Community savings Bank to resort to other security or any person liable for any other obligations before the resorting to the above described real estate.

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7. DEFAULT. The following occurrences shall constitute default of this agreement:

A. The Borrower or the Owner(s) fail to pay when due any of the obligations, or to perform any of the provisions of this agreement;

B. The Borrower or Owner(s) become insolvent or subject to bankruptcy proceedings;

C. Any warranty or representation made to induce the Community Savings Bank to extend credit to the Borrower is false in any material respect;

D. Any other event which causes the Community Savings Bank to deem itself insecure.

8. REMEDIES UPON DEFAULT. Upon default all of the obligations shall at the option of the Community savings Bank and without any notice or demand, become immediately payable; and the Community Savings Bank shall have all rights and remedies for default provided by the Code of Iowa. The Owner(s) shall reimburse the Community Savings Bank for any expense incurred by the bank in protecting or enforcing its rights under this agreement, including but not limited to reasonable attorney's fees and legal expenses. After deduction of such expenses, the Community Savings Bank may apply the proceeds of disposition of the above described real estate to the obligations in such order and amounts as its elects.

9. PERSONS BOUND. Each person signing this agreement is a holder of an interest in the above described real estate. All owner(s) are jointly and severally liable under this agreement, except that the liability of any owner who is not a borrower is limited to the above described real estate and those rights in regard to it. This agreement benefits the Community Savings Bank, its successors and assigns, and binds the Owner(s) and their respective heirs, personal representatives, successors and assigns.

10. OTHER PROVISIONS.

Dated this 11th day of August 1997.

x _____
Mark J. Short

State of Iowa)
) SS.
County of Delaware)

On this 11TH day of August, 1997, before me, the undersigned, a Notary Public, in and for said County and State, personally appeared Mark J. Short to me known to the identical persons named in and who executed the within instrument, and acknowledged that they executed the same as his voluntary act and deed.

_____
Notary Public
Linda A. Bessey

EXHIBIT A

THAT PART OF THE EAST ONE-HALF (E 1/2) OF THE NORTHEAST QUARTER (NE 1/4) OF SECTION THIRTY (30), TOWNSHIP EIGHTY EIGHT (88) NORTH, RANGE SIX (6), WEST OF THE FIFTH PRINCIPAL MERIDIAN DESCRIBED AS COMMENCING AT THE SOUTHEAST CORNER OF THE NORTHEAST QUARTER (NE 1/4) OF THE NORTHEAST QUARTER (NE 1/4) OF SAID SECTION THIRTY (30) AND RUNNING THENCE NORTH ONE HUNDRED ONE AND TWENTY THREE ONE-HUNDREDTHS (101.23) FEET, THENCE WEST THREE HUNDRED SEVENTY EIGHT AND FOUR-TENTHS (378.4) FEET, THENCE SOUTH TWO HUNDRED THIRTY AND TWENTY THREE ONE-HUNDREDS (230.23) FEET, THENCE EAST THREE HUNDRED SEVENTY EIGHT AND FOUR-TENTHS (378.4) FEET, THENCE NORTH ONE HUNDRED TWENTY NINE (129.0) FEET TO THE POINT OF BEGINNING

THIS MORTGAGE IS JUNIOR AND INFERIOR TO FIRST MORTGAGE TO COMMUNITY SAVINGS BANK DATED OCTOBER 7, 1996 IN THE AMOUNT OF $100,000, FILED OCTOBER 11, 1996 AT THE DELAWARE COUNTY RECORDER.