Cynthia Orr P.O. Box 185, Delhi, Iowa 52223 319-922-2174

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RECORDER
11.00
41-2075

January 9, 1998

PROMISSORY NOTE AND MORTGAGE EXTENSION AGREEMENT

FOR GOOD AND VALUABLE CONSIDERATION, it is hereby agreed that a certain Promissory Note dated January 9, 1995, with a due date of January 9, 1998, in the face amount of $39,000.00, and signed by Robert H. Schulte and Colleen J. Schulte ("Borrowers") which has a present principal balance of $36,250.00 and a Mortgage dated January 9, 1995 and recorded February 8, 1995 in Book 37, page 110, Real Estate Records of Delaware County, shall be extended and revised as follows:

1. On January 9, 1998, Borrower shall pay Heritage Bank the sum of $371.07 to be applied to pay the accrued interest amount of $254.81 on the Promissory Note with the remainder to be applied on the principal balance of the Promissory Note.

2. Commencing January 9, 1998 the principal balance on the Promissory Note shall bear interest at the rate of 8.00% per annum with interest computed on the outstanding principal balance on the basis of a 365 day year for the actual number of days elapsed. All payments received shall be applied first to interest accrued and due, and the remainder, if any, to reduction of principal. All prepayments of principal, at the option of the holder of the Promissory Note, shall be applied in inverse order of maturity.

3. Payments of principal and interest shall be paid monthly beginning February 9, 1998 and continuing on the same day of the month each month thereafter until January 9. 2001 when all accrued interest and unpaid principal shall become due and payable. The monthly payment shall be in an amount of $335.00.

4. This agreement is an extension and revision only and is not a novation, and, except as provided in this Agreement, all the terms and conditions of the Promissory Note and the Mortgage shall remain in full force and effect.

5. The undersigned acknowledge receipt of a copy of this Agreement.

IMPORTANT: READ BEFORE SIGNING, THE TERMS OF THIS AGREEMENT SHOULD BE READ CAREFULLY BECAUSE ONLY THOSE TERMS IN WRITING ARE ENFORCEABLE. NO OTHER TERMS OR ORAL PROMISES NOT CONTAINED IN THIS WRITTEN AGREEMENT MAY BE LEGALLY ENFORCED.

DATE 1-14-98 BOOK 346 PAGE 215

EITHER PARTY MAY CHANGE THE TERMS OF THIS AGREEMENT ONLY BY ANOTHER WRITTEN AGREEMENT.

Robert H. Schulte

Colleen J. Schulte

HERITAGE BANK

By: _____

STATE OF IOWA

COUNTY OF Delaware

This instrument was acknowledged before me on January 9, 1998 by Robert H. Schulte and Colleen J. Schulte.

NOTARIAL SEAL IOWA
CYNTHIA L. OHR
MY COMMISSION EXPIRES
October 6 1999

- Notary Public
in and for the State of Iowa

STATE OF IOWA

COUNTY OF DELAWARE

This instrument was acknowledged before me on January 9, 1998 , by Jason P. Else, Executive Vice President of Heritage Bank.

NOTARIAL SEAL IOWA
CYNTHIA L. OHR
MY COMMISSION EXPIRES
October 6 1999

- Notary Public
in and for the State of Iowa