DELAWARE COUNTY IOWA
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BOOK 1999 PAGE 2087
DEBORAH L. PEYTON
DELAWARE CO. RECORDER
4.00

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

April 9, 1999

PROMISSORY NOTE AND MORTGAGE EXTENSION AGREEMENT

FOR GOOD AND VALUABLE CONSIDERATION, it is hereby agreed that a certain Promissory Note dated April 9, 1993 with a due date of April 9, 1999 in the face amount of $67,615.33 and signed by Steven C. McAreavy and Beverly J. McAreavy ("Borrowers") which has a present principal balance of $49,607.01 and a Mortgage dated June 22, 1992 and recorded June 29, 1992 in Book 30, page 181, Real Estate Records of Delaware County, shall be extended and revised as follows:

1. On April 9, 1999, Borrower shall pay Heritage Bank the sum of $646.41 to be applied to pay the accrued interest amount of $317.40 on the Promissory Note with the remainder to be applied on the principal balance of the Promissory Note.

2. Commencing April 9, 1999 the principal balance on the Promissory Note shall bear interest at the rate of 7.75% 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 May 9, 1999 and continuing on the same day of the month each month thereafter until April 9, 2002 when all accrued interest and unpaid principal shall become due and payable. The monthly payment shall be in an amount of $646.41.

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.

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

Steven C. McAreavy

Steven C. McAreavy

Beverly J. McAreavy

Beverly J. McAreavy

HERITAGE BANK

By: Jason P. Else

STATE OF IOWA

COUNTY OF Delaware

On this 9th day of April, 1999, before me, a Notary Public in the State of Iowa, personally appeared Steven C. McAreavy and Beverly J. McAreavy, to me known to be the person(s) named in and who executed the foregoing instrument, and acknowledged that they executed the same as their voluntary act and deed.

Cynthia L. Orr

- Notary Public
in and for the State of Iowa

STATE OF IOWA

COUNTY OF DELAWARE

This instrument was acknowledged before me on 4.9.99, 1999, by Jason P. Else, Executive Vice President of Heritage Bank.

Cynthia L. Orr

- Notary Public
in and for the State of Iowa

CYNTHIA L. ORR
MY COMMISSION EXPIRES
October 6 1999