DELAWARE COUNTY IOWA
FILED

1999 DE -9 AM 10: 25

BOOK 199 PAGE 424
DEBORAH L. PEYTON
DELAWARE CO. RECORDER
17.00

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

November 13, 1999

PROMISSORY NOTE AND MORTGAGE EXTENSION AGREEMENT

FOR GOOD AND VALUABLE CONSIDERATION, it is hereby agreed that a certain Promissory Note dated November 26, 1993 with a due date of November 26, 1999 in the face amount of $17,000.00 and signed by Thomas J. McGraw ("Borrower") which has a present principal balance of $10,925.43 and a Mortgage dated August 8, 1991 and recorded August 19, 1991 in Book 28, page 23, Real Estate Records of Delaware County, and a Mortage dated September 25, 1993 and recorded September 30, 1993 in Book 33, page 231, Real Estate Records of Delaware County, all be extended and revised as follows:

1. On November 13, 1999, Borrower shall pay Heritage Bank the sum of $200.00 to be applied to pay the accrued interest amount of $73.12 on the Promissory Note with the remainder to be applied on the principal balance of the Promissory Note.

2. Commencing November 13, 1999 the principal balance on the Promissory Note shall bear interest at the rate of 8.50% 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 December 26, 1999 and continuing on the same day of the month each month thereafter until November 26, 2002 when all accrued interest and unpaid principal shall become due and payable. The monthly payment shall be in an amount of $172.46.

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

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

Thomas J. McGraw

HERITAGE BANK

By: _____

STATE OF IOWA

COUNTY OF Delaware

On this 13th day of November, before me, a Notary Public in the State of Iowa, personally appeared Thomas J. McGraw, to me known to be the person(s) named in and who executed the foregoing instrument, and acknowledged that he executed the same as his voluntary act and deed.

NOTARIAL SEAL IOWA
CYNTHIA L. OAR
MY COMMISSION EXPIRES
October 6 2002

_____ - Notary Public
in and for the State of Iowa

STATE OF IOWA

COUNTY OF DELAWARE

This instrument was acknowledged before me on 11-13, 1999, by Jason P. Else, Executive Vice President of Heritage Bank.

CYNTHIA L. OAR
MY COMMISSION EXPIRES
October 6 2002

_____ - Notary Public
in and for the State of Iowa