DELAWARE COUNTY IOWA
FILED
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BOOK 132
PAGE 163
DELAWARE COUNTY RECORDER

Kenneth W. Harder, P.O. Box 185, Delhi, Iowa 52223 319-922-2170

October 23, 2001

PROMISSORY NOTE AND MORTGAGE EXTENSION AGREEMENT

FOR GOOD AND VALUABLE CONSIDERATION, it is hereby agreed that a certain Promissory Note dated November 5, 1996 with a due date of November 5, 2001 in the face amount of $75,000.00 and signed by Kenneth R. Deklotz and Barbara A. Deklotz ("Borrowers") which has a present principal balance of $69,763.92 and a Mortgage dated November 5, 1996 and recorded November 25, 1996 in Book 132, page 163 , Real Estate Records of Delaware County, all be extended and revised as follows:

1. On October 23 , 2001 Borrower paid Heritage Bank the sum of $590.03 to be applied to pay the accrued interest amount of $335.70 due on the Promissory Note with the remainder to be applied on the principal balance of the Promissory Note.

2. Commencing October 23, 2001 the principal balance on the Promissory Note shall bear interest at the rate of 7.375% 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 5, 2001 and continue on the same day of the month each month thereafter until November 5, 2004 when all accrued interest and unpaid principal shall become due and payable. The monthly payment shall be in the amount of $511.38.

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.

Kenneth R. Deklotz

Barbara A. Deklotz

HERITAGE BANK

By: _____

STATE OF IOWA
COUNTY OF Delaware

On this 23rd day of October, 2001, before me, a Notary Public in the State of Iowa, personally appeared Kenneth R. Deklotz and Barbara A. Deklotz, 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.

35111 L # 0055144.00

KENNETH W. HARDER
MY COMMISSION EXPIRES
7-5-01

IOWA SEAL

_____
- Notary Public
in and for the State of Iowa

STATE OF IOWA
COUNTY OF DELAWARE

This instrument was acknowledged before me on 10-23, 2001, by Kenneth W. Harder, Vice President of Heritage Bank.

CYNTHIA L. ORR
MY COMMISSION EXPIRES
October 6 2002

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- Notary Public
in and for the State of Iowa