DELAWARE COUNTY IOWA
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BOOK 2003 PAGE 2464
DEBORAH L. PEYTON
DELAWARE CO. RECORDER
11.00

Cindy Orr, Heritage Bank, P.O. Box 185, Delhi, Iowa 52223 563-922-2174

April 25, 2003

PROMISSORY NOTE AND MORTGAGE EXTENSION AGREEMENT

FOR GOOD AND VALUABLE CONSIDERATION, it is hereby agreed that a certain Promissory Note dated May 26, 1993 with a due date of May 15, 2003 in the face amount of $46,500.00 and signed by Christopher R. Jay and Linda J. Jay ("Borrowers") which has a present principal balance of $31,149.58 and a Mortgage dated April 12, 1993 and recorded April 14, 1993 in Book 32, page 145, Real Estate Records of Delaware County, shall be extended and revised as follows:

1. On April 25, 2003 Borrower shall pay Heritage Bank the sum of $400.00 to be applied to pay the accrued interest amount of $226.12 on the Promissory Note with the remainder to be applied on the principal balance of the Promissory Note.

2. Commencing April 25, 2003, the principal balance on the Promissory Note shall bear interest at the rate of 6.75% 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, then to escrow portion of payment 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 25, 2003 and continuing on the same day of the month each month thereafter until April 25, 2008 when all accrued interest and unpaid principal shall become due and payable. The monthly principal and interest payment shall be in an amount of $400.00.

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

Christopher R. Jay

Christopher R. Jay

Linda J. Jay

Linda J. Jay

HERITAGE BANK

By: Cynthia L. Orr

STATE OF IOWA

COUNTY OF Delaware

On this 25th day of April, 2003, before me, a Notary Public in the State of Iowa, personally appeared Christopher R. Jay and Linda J. Jay, 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

CYNTHIA L. ORR
Commission Number 171430
MY COMMISSION EXPIRES
OCTOBER 8, 2005

STATE OF IOWA

COUNTY OF Delaware

On this 15t day of May, 2003, before me, a Notary Public in the State of Iowa, personally appeared Cynthia L. Orr, to me known to be the person(s) authorized by said corporation to execute the foregoing instrument, and acknowledged that they executed the same as their voluntary act and deed.

Jean A. Kuehl

- Notary Public in and for the State of Iowa

JEAN A. KUEHL
Commission Number 177773
My Commission Expires
1/27/04