DELAWARE COUNTY IOWA
FILED
2004 SEP 23 AM 10: 12
BOOK 4 PAGE 3620
DEBORAH L. PEYTON
DELAWARE CO. RECORDER

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

August 27, 2004

PROMISSORY NOTE AND MORTGAGE EXTENSION AGREEMENT

FOR GOOD AND VALUABLE CONSIDERATION, it is hereby agreed that a certain Promissory Note dated July 18, 1996 with a due date of July 30, 2004 in the face amount of $70,000.00 and signed by Allan Sundermeyer and Marilyn Sundermeyer ("Borrowers") which has a present principal balance of $51,622.14 and a Mortgage dated July 18, 1996 and recorded July 26, 1996 in Book 41, page 127, Real Estate Records of Delaware County, shall be extended and revised as follows:

1. On August 27, 2004 Borrower shall pay Heritage Bank the sum of $370.35 to be applied to pay the accrued interest amount of $204.31 on the Promissory Note with the remainder to be applied on the principal balance of the Promissory Note.

2. Commencing August 27, 2004 the principal balance on the Promissory Note shall bear interest at the rate of 9% 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, interest and escrow shall be paid every fourteen days beginning September 10, 2004 and continuing every fourteenth day thereafter until July 29, 2005 when all accrued interest and unpaid principal shall become due and payable. The biweekly payment shall be in the amount of $370.35 of which $304.40 will be for principal and interest, $65.95 will go into your escrow account for property taxes and homeowners insurance premium.

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.

Allan Sundermeyer

Allan Sundermeyer

Marilyn Sundermeyer

Marilyn Sundermeyer

HERITAGE BANK

By: Cynthia L. Orr

STATE OF IOWA

COUNTY OF Delaware

On this 27th day of August, 2004, before me, a Notary Public in the State of Iowa, personally appeared Allan Sundermeyer and Marilyn Sundermeyer, 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 22nd day of Sept., 2004, 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.

Linda Jay

- Notary Public in and for the State of Iowa

LINDA J. JAY
Commission Number 129134
MY COMMISSION EXPIRES
February 18, 2005