Book 2008 Page 3340
Document 2008 3340 Type 06 006 Pages 5
Date 10/28/2008 Time 9:55:56AM
Rec Amt $27.00

DEBORAH L PEYTON, RECORDER/REGISTRAR
DELAWARE COUNTY IOWA

TAXPAYEC: Paul G. Gienapp, 104 Thompson St, SW Hopkinton Iowa 52237

PREPARED BY: Michael A. Bowman, 114 S. Cedar St., Monticello, IA 52310, Phone: (319)465-5448

OPTION AGREEMENT

This option agreement, dated this 27 day of October, 2008, by and between Paul Gienapp, (hereafter "Seller") and Michael Gienapp and Carmen Gienapp, husband and wife, (hereafter "Buyers") state as follows:

For and in consideration of $10.00 this day paid, Seller grants Buyers the option to purchase their property, located in Delaware County, Iowa, to-wit:

ON PAGE #5

See attached Exhibit A for full legal description

under the following terms and conditions.

1. PRICE. The purchase price shall be $273,00.00, payable at Delaware County, Iowa, as follows: $273,000.00 purchase price in full at time of closing and possession.

2. REAL ESTATE TAXES. Seller shall pay taxes as prorated to date of closing and possession, and any unpaid real estate taxes payable in prior years. Buyers shall pay all subsequent real estate taxes. Any proration of real estate taxes on the Real Estate shall be based upon such taxes for the year currently payable unless the parties state otherwise.

3. SPECIAL ASSESSMENTS.

A. Seller shall pay all special assessments which are a lien on the Real Estate as of the date of the exercise of the option.

4. RISK OF LOSS AND INSURANCE. Risk of loss prior to Seller's delivery of possession of the Real Estate to Buyers shall be as follows:

A. All risk of loss shall remain with Sellers until possession of the Real Estate shall be delivered to Buyers.

5. CARE AND MAINTENANCE. The Real Estate shall be preserved in its present condition and delivered intact at the time possession is delivered to Buyers, provided, however, if 4.A is stricken and there is loss or destruction of all or any part of the Real Estate from causes covered by the insurance maintained by Sellers. Buyers agree to accept such damaged or destroyed Real Estate together with such insurance proceeds in lieu of the Real Estate in its present condition and Sellers shall not be required to repair or replace same.

6. POSSESSION. If Buyers timely perform all obligations, possession of the Real Estate shall be delivered to Buyers no later than 60 days after exercise of option, with any adjustments of rent, insurance, and interest to be made as of the date of transfer of possession.

7. FIXTURES. All property that integrally belongs to or is part of the Real Estate, whether attached or detached, such as light fixtures, shades, rods, blinds, awnings, windows, storm doors, screens, plumbing fixtures, water heaters, automatic heating equipment, air conditioning equipment, wall to wall carpeting, built-in items and electrical cable, outside television towers and antenna, fencing, gates and landscaping shall be considered a part of Real Estate and included in the sale except: (consider: rental items.)

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8. USE OF PURCHASE PRICE. At time of settlement, funds of the purchase price may be used to pay taxes and other liens and to acquire outstanding interests, if any, of others.

9. ABSTRACT AND TITLE. Sellers, at their expense, shall promptly after the exercise of the option obtain an abstract of title to the Real Estate continued through the date of acceptance of this offer, and deliver it to Buyers for examination. It shall show merchantable title in Sellers in conformity with this agreement, Iowa law and Title Standards of the Iowa State Bar Association. The abstract shall become the property of the Buyers when the purchase price is paid in full. Sellers shall pay the costs of any additional abstracting and title work to any act or omission of Sellers, including transfers by or the death of Sellers of their assignees.

10. DEED. Upon payment of the purchase price, Sellers shall convey the Real Estate to Buyers or their assignees, by warranty deed, free and clear of all liens, restrictions, and encumbrances.

11. JOINT TENANCY IN PROCEEDS AND IN REAL ESTATE. If Sellers, immediately preceding of this offer, hold title to the Real Estate in joint tenancy with full right of survivorship, and the joint tenancy is not later destroyed by operation of law or by acts of the Sellers, then the proceeds of this sale, and any continuing or recaptured rights of Sellers in the Real Estate, shall belong to Sellers as joint tenant with full rights of survivorship and not as tenants in common; and Buyers, in the event of the death of either Seller, agree to pay any balance of the price due Sellers under this contract to the surviving Seller and to accept a deed from the surviving Seller consistent with paragraph 10.

12. JOINDER BY SELLER'S SPOUSE. Seller's spouse, if not a titleholder immediately preceding acceptance of this offer, executes this contract only for the purpose of relinquishing all rights of dower, homestead and distributive shares or in compliance with Section 561.13 of the Iowa Code and agrees to execute the deed or real estate contract for this purpose.

13. TIME IS OF THE ESSENCE. Time is of the essence in this contract.

14. REMEDIES OF THE PARTIES.

A. If Buyers fail to timely perform this contract, Sellers may forfeit it as provided in the Iowa Code, and all payments made shall be forfeited or, at Seller's option, upon thirty days written notice of intention to accelerate the payment of the entire balance because of such failure (during which thirty clays such failure is not corrected) Sellers may declare the entire balance immediately due and payable. Thereafter this contract may be foreclosed in equity and the Court may appoint a receiver.

B. Buyers and Sellers also are entitled to utilize any and all other remedies or actions at law or in equity available to them and shall be entitled to obtain judgment for costs and attorney fees as permitted by law.

15. STATEMENT AS TO LIENS. If Buyers intend to assume or take subject to a lien on the Real Estate, Sellers shall furnish Buyers with a written statement from the holder of such lien, showing the correct balance due.

16. SUBSEQUENT CONTRACT. Any real estate contract executed in performance of this contract shall be on a form of the Iowa State Bar Association.

17. APPROVAL OF COURT. If the sale of the Real Estate is subject to Court approval, the fiduciary shall promptly submit this contract for such approval. If this contract is not so approved, it shall be voided.

18. CONTRACT BINDING ON SUCCESSORS IN INTEREST. This contract shall apply to and bind the successors in interest of the parties.

19. CONSTRUCTION. Words and phrases shall be construed as in the singular or plural number, and as masculine, feminine or neuter gender, according to the context.

20. OTHER PROVISIONS.

A. This contract may not be assigned.

B. Buyer takes the property "as is" without warranty or guarantee as to condition to habitability.

C. This option expires December 31, 2013. The option must be exercised by giving written notice to seller within 60 days of the planned date and possession. At the time the buyer exercises this option, the buyer must also provide proof of financing guarantee. In the event of Seller's death or disability, Buyers shall have 90 days after being notified of said death or disability to exercise this option. Closing shall be conducted within 90 days of the notice of exercising this option to purchase.

Michael Gienapp

Paul Gienapp

Carmen Gienapp

STATE OF IOWA)
) ss.
JONES COUNTY)

On this 29th day of October, 2008, before me, the undersigned, a Notary Public in and for said State, personally appeared Michael Gienapp, Carmen Gienapp and Paul Gienapp, the identical persons named in and who executed the foregoing instrument and acknowledged that they executed the same as their voluntary act and deed.

Commission Number 711015
My Commission Expires
6-14-11

Notary Public in and for said State

EXHIBIT A

Delaware County, Iowa:

The east one half of North West Quarter and West one half of North East quarter of Section Fourteen (14), Township Eighty Seven (87) North, Range Four (4), West of the Fifth P.M., except that tract described as commencing at a point one hundred forty (140) feet West of the Northeast corner of the North West quarter of said North East quarter and running thence East one hudnred forty (140) feet to said Northeast corner of North West quarter of North East quarter, thence South six hundred eight (608 feet, thence Northwesterly in a straight line to point of beginning,

Lot Two (2) of the Northeast Quarter (1/4) of the Northeast Quarter (1/4) of Section Fourteen (14), Township Eighty Seven (87), North, Range Four(4), West of the Fifth P.M. according to the plat prepared by Jacob Friedman, Registered Land Surveyor in Iowa, and recorded in Book 2, Page 17, Plat Recorded of Delaware County, Iowa, same being 3.42 acres lying in the Southwest corner of said 40-acre tract, and South and West of the Maquoketa River, and described as commencing at the Southwest corner of said Northeast 1/4 of Northeast 1/4 of Section 14, and running thence East on the South line of said 40 acres, 558 feet thence Northwesterly in a straight line to a point on the West line of said 40 acre tract, 535 feet North of the Southwest corner; thence South to place of beginning