

This FINANCING STATEMENT is presented to THE FILING OFFICER for filing pursuant to the Uniform Commercial Code:

1. Debtor(s) (Last Name First) and address(es)  
ORY FARMS, INC.  
3642 KNOX AVENUE  
EARLHAM, IA 50072

2. Secured Party(ies) and address(es)  
EARLHAM SAVINGS BANK  
7300 LAKE DRIVE  
WEST DES MOINES, IA 50266

3. For Filing Officer (Date, Time and Filing Office) **002814**

FILED NO. \_\_\_\_\_  
UCC  
BOOK 4 PAGE 54  
2000 JAN 27 PM 3:53  
MICHELLE UTSLER  
RECORDER  
POLK COUNTY, IOWA

REC \$ 2700  
AUD \$ \_\_\_\_\_  
R.M.F. \$ 100

SEARCHED \_\_\_\_\_  
SERIALIZED \_\_\_\_\_  
INDEXED \_\_\_\_\_  
FILED \_\_\_\_\_

5. Name and Address of Assignee

"I" means each Debtor above, jointly and severally. "You" means the Secured Party(ies) including their successors and assigns.

4. This Financing Statement covers the types (or items) of property indicated below, whether I own it now or may own it in the future, together with all parts, accessories, repairs, improvements and accessions to the property, wherever it is located, and all proceeds and products from the property:

- Inventory:** All inventory which I hold for ultimate sale or lease, or which has been or will be supplied under contracts of service, or which are raw materials, work in process, or materials used or consumed in by business.
- Equipment:** All equipment including, but not limited to, all machinery, vehicles, furniture, fixtures, manufacturing equipment, farm machinery and equipment, shop equipment, office and recordkeeping equipment, and parts and tools. Any equipment described in a list or schedule which I give to you will also be included in the secured property, but such a list is not necessary for a valid security interest in my equipment.
- Farm Products:** All farm products including, but not limited to: (a) all poultry and livestock and their young, along with their products and produce; (b) all crops, annual or perennial, and all products of the crops; and (c) all feed, seed, fertilizer, medicines, and other supplies used or produced in my farming operations.
- Accounts, Instruments, Documents, Chattel Paper and Other Rights to Payment:** All rights I have now or may have in the future to the payment of money including, but not limited to: (a) payment for goods sold or leased or for services rendered, whether or not I have earned such payment by performance; and (b) rights to payment arising out of all present and future debt instruments, chattel paper and loans and obligations receivable. The above include any rights and interests (including all liens and security interests) which I may have by law or agreement against any account debtor or obligor of mine.
- General Intangibles:** All general intangibles including, but not limited to, tax refunds, applications for patents, patents, copyrights, trademarks, trade secrets, good will, trade names, customer lists, permits and franchises, and the right to use my name.
- Government Payments and Programs:** All payments, accounts, general intangibles, or other benefits (including, but not limited to, payments in kind, deficiency payments, letters of entitlement, warehouse receipts, storage payments, emergency assistance payments, diversion payments and conservation reserve payments) in which I now have, or may have in the future, any rights or interest and which arise under or as a result of any current or future Federal or state governmental program (including but not limited to all programs administered by the Commodity Credit Corporation and the ASCS).
- In addition to any property generally described above, the following property:

6. Description of Real Estate (see instruction 4).  
RECORD OWNER: ORY FARMS, INC.  
REAL ESTATE DESCRIPTION: SEE ATTACHED EXHIBIT "A"

7.  Products of Collateral are covered.  Debtor is a transmitting utility as defined in UCC 9-105(1)

BY: Kenneth M. Flaherty  
Signature of Secured Party

KENNETH M. FLAHERTY  
Type or Print all names (Iowa Code 331.602)

(Secured Party or other appropriate signature may be substituted for Debtor(s) signature only in cases covered by UCC 9-402(2), and 9-408, and must be identified as such when used.)

9. BY: Michael W. Ory  
Signature of Debtor

BY: Steven W. Ory  
Signature of Debtor  
ORY FARMS, INC.; MICHAEL W. ORY, PRESIDENT; STEVEN W. ORY, VICE PRESIDENT  
Type or Print all names (Iowa Code 331.602)

Form Approved January 1, 1995, By: PAUL D. PATE, Secretary of State

(1) FILING OFFICER COPY - ALPHABETICAL

for Termination see UCC Rec 4-58

EXHIBIT "A"

LEGAL DESCRIPTIONS FOR ORY FARMS, INC.

January 21, 2000

No. of Acres	Legal Description	Comments
160 A	NW ¼ of Section 16 of Township 76 North, Range 29 West of Madison County, Ia	Paul Schafer
60 A	SE ¼ of the NW ¼ of Section 36, and the SW ¼ of the NE ¼ of Section 36 of Township 78 North, Range 29 West of Dallas County, Ia	Kenneth M. Flaherty
60 A	South ½ of the SE ¼ of Section 19 of Township 78 North, Range 28 West of Dallas County, Ia	Jean S. Berry
40 A	NE ¼ of the NW ¼ of Section 33 of Township 78 North, Range 28 West of Dallas County, Ia	Norman McIntyre
40 A	NW ¼ of the NE ¼ of Section 33 of Township 78 North, Range 28 W of Dallas County, Ia	B.L. Troup
140 A	South ½ of the NE ¼ of Section 33, and the North ½ of SE ¼, Township 78 North, Range 28 West of Dallas County, Ia	Michael W. Ory
80 A	South ½ of the SW ¼ of Section 33, Township 78 North, Range 28 West of Dallas County, Ia	Franklin Mapes
40 A	SE ¼ of the NW ¼ of Section 27, Township 78 North, Range 28 West of Dallas County, Ia	J.L. Cushing
80 A	NW ¼ of the NW ¼ and NW ¼ of SW ¼ of Section 34 of Township 78 North, Range 28 West of Dallas County, Ia	Jesse Denman
60 A	South ½ of the SE ¼ of Section 29 of Township 78 North, Range 28 West of Dallas County, Ia	Wilbur Russell
80 A	SE ¼ of the NW ¼ and the SW ¼ of the NE ¼ of Section 31 of Township 78 North of Range 28 West of Dallas County, Ia	Beryl Kenworthy
40 A	NE ¼ of the NW ¼ of Section 32 of Township 78 North, Range 28 West of Dallas County, Ia	Jane Weidman
160 A	E ½ of the NW ¼ and the SE ¼ of the NE ¼ of Section 7, and the West ½ of the NW ¼ of Section 8, Township 75 North, Range 26 West of Madison County, Ia	Wayne Thraikill
160 A	SE ¼ of Section 15 of Township 77 North, Range 28 West of Madison County, Ia	Paul Nardini
80 A	East ½ of the NE ¼ of Section 17, Township 77 North, Range 29 West of Madison County, Ia	Wayne Thraikill
320 A	NW ¼ of Section 16 and NE ¼ of Section 17 of Township 77 North, Range 28 West of Madison County, Ia	Wayne Thraikill
160 A	North ½ of the SE ¼ of Section 9, and the North ½ of the NE ¼ of Section 16 of Township 77 North, Range 28 West of Madison County, Ia	Ron Mason
80 A	West ½ of the SW ¼ of Section 31 of Township 78 North, Range 28 West of Dallas County, Ia	John Williamson
80 A	West ½ of the SW ¼ of Section 5 of Township 77 North, Range 28 West of Madison County, Ia	Michael W. Ory
40 A	NE ¼ of the SE ¼ of Section 28 of Township 78 North, Range 28 West of Dallas County, Ia	KEITH WALLACE
80 A	North ½ of SW ¼ of T 77 North, Range 28 West of Madison County, Ia	Howard Jones

242 A	East ½ of the SW ¼ and SE ¼ of Section 2, West ½ of SW ¼ and SE ¼ of SW ¼ and SW ¼ of SE ¼ of Section 1 of Township 76 North, Range 29 West of Madison County, Ia	Hunter Trust
40 A	NW ¼ of the NE ¼ and the SW ¼ of NE ¼ in Section 6 of Township 77 North, Range 28 West of Madison County, Ia	Hunter Trust
100 A	East ½ of the SE ¼ and the East ¼ of the West ¼ of the SE ¼ of Section 34, Township 77 North, Range 29 West of Madison County, Ia	W.W. Hunter
462 A	East ½ of the SW ¼ and the West ½ of the SE ¼ of Section 31, Township 78 North, Range 28 West of Dallas County, NW ¼ of Section 6, Township 77 North, Range 28 West of Madison County, and N ½ and the SW ¼ of Section 2, Township North, Range 29 West of Madison Co, Ia	W.W. Hunter