

(b) The NOTE as hereinabove described shall call for interest payable semi-annually at a rate of eight percent (8%) per annum on the principal balance then due. The term shall be for five (5) years with interest only payments semi-annually for the first two (2) years and principal and interest payments due semi-annually over the remaining three (3) years.

(c) Payments shall be made according to the following schedule:

Six Months from Closing; Twelve Months from Closing; Eighteen Months from Closing; and Twenty-Four Months from Closing - - - 8% interest only on principal balance then due calculated on a per annum basis with payments made semi-annually.

Semi-Annually Over Following Three Years - - - Principal balance paid semi-annually in an amount equal to one-sixth of the balance of the principal owing at the end of the second year plus accrued interest at 8% per annum.

(d) Purchaser shall not have the right of prepayment of the hereinabove mentioned NOTE, but agrees to enter into a substitution of collateral agreement acceptable to both Purchaser and Seller; it being understood and agreed that said Agreement shall provide for the payment of interest on the NOTE only through the date of escrow of released funds paid under said Agreement.

(e) The hereinabove mentioned Purchaser Money Mortgage shall provide for release of lots from the lien thereof upon payment by Purchaser to Seller of an amount equal to Seventy Cents (70¢) per square foot of the lot released, the amount so paid to be applied to the unpaid balance due and owing according to the terms of the hereinabove mentioned NOTE. Purchaser to submit final plat for approval by Seller which approval shall not be unreasonably withheld.

8. Survey and Engineering. Purchaser shall at all times before Closing have the privilege of going upon the Property with its agents or engineers as needed to inspect,