

WHEREAS, it is the desire of the Mortgagor and the Mortgagee, with the approval of HEW, to modify the Note and Mortgage to reduce the interest rate therein contained and to make other amendments and modifications thereto; and

WHEREAS, the Mortgagor and Mortgagee desire to preserve the HEW guarantee and Interest Subsidy Payment and have therefore obtained the approval of HEW to this amendment and modification of the Note and Mortgage.

NOW, THEREFORE, for and in consideration of the sum of TEN DOLLARS (\$10.00) and other good and valuable considerations, the receipt of which is hereby acknowledged by each of the parties, and further in consideration of the agreements, covenants and stipulations herein set forth, the parties hereto for themselves and their respective successors and assigns and successors in interest, do hereby covenant and agree as follows:

1. The Note and Mortgage are hereby amended by deleting therefrom the interest rate of Eight and Three-Fourths per centum per annum (8-3/4%) therein contained and substituting in lieu thereof the interest rate of Seven and One-Fourth per centum per annum (7-1/4%), and by deleting the loan maturity date of June 1, 1999 and substituting in lieu thereof the loan maturity date of April 1, 1999.

2. The Note is hereby further amended as follows:

(a) by deleting from the first paragraph thereof the monthly payment amount of Fifty-Nine Thousand One Hundred Ninety-Four and 34/100 (\$59,194.34) Dollars and substituting in lieu thereof the monthly payment amount of Fifty-Three Thousand Two Hundred Thirty-Four and 74/100 (\$53,234.74) Dollars for each monthly payment of principal and interest.

(b) by deleting the period at the end of the first paragraph thereof and substituting in lieu thereof the following:

" , provided, however, that monthly payments due on the first day of April and the first day of October in each year shall be due and payable five (5) business days prior to the first day of April and October of each year."

(c) by deleting the second paragraph thereof and substituting in lieu thereof the following:

"Privilege is reserved to prepay, in Federal Funds, the principal in whole at any time or in part in multiples of \$5,000.00 three (3) business days prior to the first day of any April or October, for crediting on said first day of April or October, prior to maturity upon at least 60 days' prior written notice to the holder of this Note; provided, however, that no prepayment shall be made pursuant to this provision prior to three (3) business days prior to October 1, 1989, and provided further that a prepayment charge or