(2) The loan must be repaid in equal monthly installments of principal and interest during the Initial Loan Term and each Renewal Loan Term in an amount at least sufficient to amortize a loan with the same principal and at the same interest rate over the remaining term of the Mortgage.

(3) When the Initial Loan Term or any Renewal Loan Term is renewed, the only provision that may be changed in the Note or in the Mortgage is the contract interest rate, including any change in the amount of the monthly installments of principal and interest necessary to amortize the loan with the same principal and at the same interest rate over the remaining term of the Mortgage.

(4) At least ninety (90) days before the end of the Initial Loan Term and any Renewal Loan Terms, except for the final Renewal Loan Term, the Note Holder shall send the Borrower a Renewal Notice which states, among other things, the Renewal Interest Rate and new monthly installment for the next Renewal Loan Term.

(5) The Renewal Interest Rate for a Renewal Loan Term shall be calculated in the following manner:

a. The *difference* must be found between the Renewal Index Rate and the Original Index Rate.

b. The *difference*, found in 1 above must be added to (if an increase) or subtracted from (if a decrease) the Original Interest Rate.

c. The *figure* found in 2 above is the Renewal Interest Rate for the next Renewal Loan Term if the difference between that figure and the interest rate for the current loan term does not exceed the interest rate limitations stated below.

d. If the difference between that *figure* and the interest rate for that current loan term does exceed the interest rate limitations stated below, then the Renewal Interest Rate for the next Renewal Loan Term is the interest rate for the current loan term plus (if an increase) or minus (if a decrease) the maximum increase or decrease permitted below.

(6) INTEREST RATE LIMITATIONS:

a. The maximum interest rate increase or decrease is one-half of one percent (0.5%) per year multiplied by the number of years in the loan term.

b. At no time during the time of the Mortgage or Note may the maximum interest rate increase or decrease be greater or less than five percent (5%) over or under the Original Interest Rate.

c. Interest rate decreases from the previous loan term are mandatory. Interest rate increases from the previous loan term are optional with the Note holder.

(7) RENEWAL COSTS. The Borrower(s) may not be charged any costs or fees in connection with a renewal of this loan.

(8) PREPAYMENT. The unpaid principal balance secured by this Mortgage may be prepaid in full or in part without penalty at any time after the beginning of the minimum Notice Period for Renewal for the renewal of the Initial Loan Term.

(9) The Initial Loan Term of the Note secured by this Mortgage, after deducting the Extended Period of Initial Term, and applying the definitions contained herein, is from October 1, 1980 to October 1, 1983.

IN WITNESS WHEREOF, Borrower has executed this Rider the day and year first above written.

N. A. Watts
Witness

Tom B. Adams
Witness

Vera E. Jenkins
Borrower

Beckett N. Jenkins
Beckett N. Jenkins
Borrower

(CONTINUED ON NEXT PAGE)