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<p>Mortgagor's Name And Address</p> <p>McFarland Homes I, LLC 2300 Ramblewood Drive, Suite A Highland, IN 46322</p> <p>("Mortgagor" whether one or more)</p>	<p>BANK CALUMET NATIONAL ASSOCIATION f/k/a Calumet National Bank 5231 Hohman Avenue Hammond, Indiana 46320</p> <p>("Mortgagee")</p>	<p>Return to:</p> <p>BANK CALUMET 5231 Hohman Avenue Hammond, Indiana 46320</p>
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2004 APR 30 10:04 AM REC'D

MORTGAGE MODIFICATION AGREEMENT

Mortgagor, for valuable consideration given by Mortgagee, the receipt and sufficiency of which is hereby acknowledged, does hereby agree that the certain Mortgage dated the 25th day of November, 2003, recorded the 5th day of December, 2003, in the Office of the Recorder of Lake County, Indiana, as Document No. 2003 128499 (herein the "Mortgage"), is hereby amended as follows:

1. **Note Modification, Renewal, Replacement or Extension.** The promissory note referenced in paragraph 1 of the Mortgage in the original principal amount of \$40,000.00 and dated the 25th day of November, 2003, (herein the "Note") has been modified as follows:

1.01. **Replacement.** The Note has been replaced by Mortgagor's promissory note dated April 30, 2004 in the original principal amount of \$140,000.00 (the "Replacement Note"). Mortgagor agrees that the Mortgage shall secure the payment of the Replacement Note, and any renewal, extension, modification, refinancing or replacement thereof, and all interest, attorney fees, and costs of collection with respect thereto. The Replacement Note is given in substitution for and not in discharge of the indebtedness evidenced by the Note.

Mortgagor agrees that the Mortgage shall secure the payment of the Note as modified.

1. **Miscellaneous.** The Mortgagor further agrees as follows:

A. All terms and conditions of the Mortgage not expressly deleted or amended by this Mortgage Amendment Agreement shall remain in full force and effect to the extent not expressly inconsistent herewith.

B. This Mortgage Amendment Agreement shall in all respects be governed by and construed in accordance with the substantive laws of the State of Indiana.

C. This Mortgage Amendment Agreement shall be binding upon the respective heirs, successors, administrators and assigns of the Mortgagor.

EXECUTED and delivered in Lake County, Indiana this 30th day of April, 2004.

McFarland Homes I, LLC
By: McFarland Management LLC, Manager

By: 
Ronald W. McFarland, President

"Mortgagor"



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Mortgagee's Consent to Modification

Bank Calumet National Association hereby consents to the above mortgage modification this 30th day of April, 2004.

Bank Calumet National Association

By: *Steven R. Dahlkamp*
Steven R. Dahlkamp

Its: Vice President

[To be used when the Mortgagor(s) is a corporation or other business entity]

STATE OF INDIANA)
) SS:
LAKE COUNTY)

ACKNOWLEDGMENT

Before me, a Notary Public in and for said County and State personally appeared Ronald W. McFarland, President of McFarland Management, LLC, said Manager of McFarland Homes I, LLC and acknowledged the execution of the above and foregoing Mortgage for and on behalf of McFarland Homes I, LLC, this 5th day of May, 2004, _____.



My Commission Expires:
October 7, 2007

This instrument was prepared by:
Steven R. Dahlkamp, Vice President/al