Promissory Note with Collateral Agreement Covering Shares of Corporate Stock

(date of the note)

For value received, I, \_ (name of the maker of the note) of

(city and county), State of promise to pay to the order of \_ (name of the payee)

(written amount of the note) Dollars

($ ) on (due date of the note) with interest at \_ percent ( %) from the date hereof payable each year on the anniversary date hereof.

There is delivered herewith as collateral security for the performance of this obligation the following described stock, namely: Certificate representing

( \_) (number of shares of stock) shares of the (describe the stock, i.e., par, common, preferred) Stock of \_ (name of the corporation) with full authority to have the same transferred on the books of said Corporation to said

(name of the payee) at his election, upon default in the performance of this obligation by said (name of the maker), and any transfer so made shall operate to discharge said \_ (name of the maker) from all obligations hereunder, except to pay any interest then due.

/s/ (signature of the maker)