

BALLOON PROMISSORY NOTE (WITH COLLATERAL)

Date: _____

Principal Amount: US \$ _____

FOR VALUE RECEIVED, I/we, the undersigned borrower(s), hereby [jointly and severally, *if more than one*] promise to pay to the order of [NAME OF LENDER], in lawful money of the United States of America, the sum of [TOTAL AMOUNT BORROWED IN TEXT] DOLLARS (\$_____), together with interest thereon from the above date to the date of [interest rate] percent (____%) per annum.

Payments of principal and interest will be payable in equal monthly installments of [AMOUNT OF MONTHLY PAYMENTS] DOLLARS (\$_____) commencing on [date of first payment] and continuing on the _____ day of _____ every month thereafter until [date of last payment] or when all the entire outstanding balance has become due and payable. This Note may be prepaid in whole or in part at any time [with / without] premium or penalty [if penalty] of _____ percent of the outstanding balance of the loan]. All prepayments shall be applied first to interest then to principal payments in the order of their maturity.

All payments shall be made at [set out address at which payments are to be made] or at such other place as the holder hereof may from time to time designate in writing. Any payment not made within ____ days of the due date for such payment shall be subject to the charge of ____% of the amount of such payment.

The undersigned being the registered owners of [describe personal property / real property]:
(describe the personal property or real property being used as collateral)

hereby charge the above [personal property / real property] as further collateral security to this Note.

In the event of default hereunder, the undersigned agrees to pay all costs and expenses, including but not limited to all reasonable attorney's fees, for the collection of this Note. Each maker, surety, guarantor and endorser of this Note waives presentment, notice and protest, and agrees to all extensions, renewals, or releases, discharge or exchange of any other party or collateral without notice.

Signature of Borrower

Address

City State Zip Code

THIS IS A 2-PAGE FORM.