**PROMISSORY NOTE**

Amount: **$118,000.00**

Municipality: **NEWFIELD**

FOR VALUE RECEIVED, **ANCHORED HOMES, LLC** with offices located at **3209 STONEY CREEK DR W, WILLIAMSBURG VA 23185** promises to pay to the order of **XXXXXXXXX, LLC** with an address of **123 MAIN ST, ANYWHERE, AZ 12345** the principal sum of **ONE HUNDRED AND EIGHTEEN THOUSAND DOLLARS ($118,000.00)** plus accrued interest with an interest rate of **TWELVE (12%)** per annum from the date hereof, together with the costs of collection including a reasonable attorney’s fee if this Note shall be referred after default for collection. The undersigned promises to pay the principal and interest sum as follows:

A monthly interest only payment of **ONE THOUSAND ONE HUNDRED AND EIGHTY DOLLARS AND 00/100 ($1,180.00)** is due on the 1st of each month starting **FEBRUARY 1, 2019** with the first payment due, **FEBRUARY 1, 2019**, for a prorated amount of **FOUR HUNDRED AND TWENTY SIX DOLLARS AND 69/100 ($426.69)** for the **11** days of **JANUARY**. A balloon payment of principal shall be due upon completion of the project securing this note or within **TWELVE (12) MONTHS** from the date of this note. Payments will be made by check in lawful currency of the United States of America, and mailed to the payee at the above address or any alternate address provided by payee.

The undersigned hereby reserves the privilege of paying the whole or any part of this obligation any time before maturity subject to a minimum or 3 months of interest payments. Any early payoff shall include interest prorated to reflect the interest accumulated through the date of the payoff.

If any payment owed hereunder shall not have been paid within thirty (30) days of the due date thereof, the undersigned agree(s) to repay such sums together with default interest of **1.00%** per month until the note is paid in full. Any interest unpaid at the end of a month shall be capitalized, and interest shall accumulate thereon until paid.

This Note is secured by a mortgage (the “Mortgage”) and associated mortgage note (the “Mortgage Note”) being granted by the undersigned on properties commonly known as **6 COLUMBIA AVE, NEWFIELD NJ 08344,** Block: **100**; Lot: **3**

Upon failure to make any payment required by this note within 30 days of due date, or failure to meet any other covenants or conditions in the Mortgage, Mortgage Note, or this Note, the Lender may declare that I am in default on the Mortgage and Notes. Upon default, I must immediately pay the full amount of all unpaid principal, interest, and other amounts due on the Mortgage and this Note and the Lender’s costs of collection and reasonable attorney fees.

Signed this *\_\_\_\_\_\_* day of \_\_\_\_\_\_\_, 20\_\_\_.

John Paul Kilduff II, Managing Member

Anchored Homes, LLC