SAMPLE OPTION ARM NOTE

ADJUSTABLE RATE NOTE
(MTA – Twelve Month Average Index – Payment Caps)

THIS NOTE MAY CONTAIN PROVISIONS THAT WILL CHANGE THE
INTEREST RATE AND THE MONTHLY PAYMENT. THERE MAY BE A
LIMIT ON THE AMOUNT THAT THE MONTHLY PAYMENT CAN
INCREASE OR DECREASE. THE PRINCIPAL AMOUNT TO REPAY
COULD BE GREATER THAN THE ORIGINAL AMOUNT BORROWED,
BUT NOT MORE THAN THE MAXIMUM LIMIT
STATED IN THIS NOTE.

1. BORROWER’S PROMISE TO PAY
In return for a loan that I have received, I promise to pay U.S. $265,000.00 (this
amount is called “principal”), plus interest, to the order of Lender. The principal amount
may increase as provided under the terms of this Note but will never exceed ONE
HUNDRED TEN (110.0000%) of the Principal amount I originally borrowed. This is
called the “Maximum Limit.” Lender is Equity Now Inc. I will make all payments under
this Note in the form of cash, check or money order.
I understand that Lender may transfer this Note. Lender or anyone who takes this
Note by transfer and who is entitled to receive payments under this Note is called the
“Note Holder.”

2. INTEREST
   (A) Interest Rate
   Interest will be charged on unpaid Principal until the full amount of Principal has
   been paid. I will pay interest at a yearly rate of 1.750%. The interest rate I will pay may
   change.

   The interest rate required by this Section 2 is the rate I will pay both before and
   after any default described in Section 7(B) of this Note.

   (B) Interest Rate Change Dates
   The interest rate I will pay may change on the 1st day of July, 2006, and on that
day every month thereafter. Each date on which my interest rate could change is called an
“Interest Rate Change Date.” The new rate of interest will become effective on each
Interest Rate Change Date. The interest rate may change monthly, but the monthly
payment is recalculated in accordance with Section 3.

   (C) Index
   Beginning with the first Interest Rate Change Date, my adjustable interest rate
   will be based on an Index. The “Index” is the “Twelve-Month Average” of the annual
   yields on actively traded United States Treasury Securities adjusted to a constant maturity
   of on year as published by the Federal Reserve Board in the Federal Reserve Statistical
   Release entitled “Selected Interest Rates (H 15)” (the “Monthly Yields”). The Twelve-