USAA Federal Savings Bank
10750 McDermott Freeway
San Antonio, Texas 78288-0544

INSURANCE DISCLOSURE FORM

03/08/2021

Applicant Information

Shane P Karstens
1525 IDAHO ST
RAWLINS WY 82301 - 4313

Sara E Karstens
1525 IDAHO ST
RAWLINS WY 82301 - 4313

Important Legal Information

For all applicants: For purposes of this paragraph, "Product" refers to any insurance or annuity you purchase from USAA Federal Savings Bank, any of our affiliates, or an unaffiliated third party to whom you were referred. With regard to any Product you purchase, the following apply:

- The Product is not a deposit account or other obligation of, and is not guaranteed, insured, issued or underwritten by USAA Federal Savings Bank, any depository institution, the Federal Deposit Insurance Corporation (FDIC), or any agency of the United States.
- The Product may involve investment risk, including potential loss of principal.
- Approval and terms of your loan are not conditioned upon your purchase of the Product from USAA Federal Savings Bank, any of our affiliates, or an unaffiliated third party to whom you were referred or your agreement to provide any credit, product or service to USAA Federal Savings Bank or any of our affiliates. Your choice of insurance provider will not affect our credit decision or your credit terms.
- The Product may be obtained from another agent or insurance company of your choice.
- USAA Federal Savings Bank may not disapprove any insurance policy you provide for the protection of the real property securing repayment of the loan, unless such disapproval is based solely on reasonable standards uniformly applied relating to the extent of coverage required and the financial soundness and the services of the insurance company, agent, solicitor or broker.
  The standards will not discriminate against a particular type of insurer or reject a policy because it contains coverage in addition to that required in the credit transaction.
- Instead of purchasing the Product, you have the option of providing the required insurance through an existing policy of insurance owned or controlled by you.

For applicants in the state of Kentucky:
Notice of Free Choice of Agent and Insurer - The Kentucky Insurance Code, KRS 304.12-150, provides that when insurance is required according to the terms of a debt or loan I have the right to choose the agent and insurer through or by which my insurance is to be placed. My free choice of an agent and insurer and an adequate insurance policy cannot be refused. If I, as a consumer, am denied my right to choose, or if an adequate insurance policy is refused, I should notify the Commissioner of Insurance at P.O. Box 517, Frankfort, Kentucky 40602 or 800-595-6053.
FI-02 (07/2002)

200000008485645 - 200000008485657
BANK_012799504_LC2 - 1128728811

Financial Institution Disclosure - The insurance offered by this financial institution is not a deposit. The insurance offered by this institution is not insured by the Federal Deposit Insurance Corporation or other government agency that insures deposits. The insurance offered by this financial institution is not guaranteed by the financial institution or an affiliate. The insurance may involve investment risk, including potential loss of principal. FI-03 (07/2002)

For applicants in the state of Massachusetts: The Code of Massachusetts Regulations, 209 CMR, 49.06(7)(a), provides that a consumer may file any complaints with the Massachusetts Office of Consumer Affairs at 1000 Washington Street, Suite 810, Boston MA 02118-6200 or Phone: 617-521-7794.

For applicants in the state of New Hampshire: The New Hampshire Insurance Code NH ST § 406-C:8 II provides that complaints regarding sale of insurance be directed to New Hampshire Insurance Department, 21 South Fruit Street, Suite 14, Concord, NH 03301, Phone 603-271-2261. Consumer Hotline 800-852-3416.

For applicants in the state of Washington: The Washington Insurance Code, Section 48.30.260 provides that the insurance related to this loan may be purchased from any insurer, surplus line broker, or insurance producer of your choice, subject only to USAA Federal Savings Bank's right to reject.

Validation and Signature

By signing below, you acknowledge that you have received a copy of this form on today's date. Unless this form is provided electronically, or you have purchased the Product/insurance by mail, you also acknowledge that we have provided these disclosures to you orally.

3-8-21

Shane P Karstens — Date

3-8-2021

Sara E Karstens — Date

200000008485645 - 200000008485657
BANK_012799504_LC2 - 1128728811

USAA Federal Savings Bank
10750 McDermott Freeway
San Antonio, Texas 78288-0544

NOTICE TO CO-SIGNER

Loan Number: 1128728811
Amount Financed: $23,000.00
Total of Payments: $25,356.82
Creditor/Lender: USAA Federal Savings Bank

Loan Date: 03/08/2021
Maturity Date: 04/01/2027
Kind of Debt: Consumer Loan

Borrower(s)/Co-Signer(s):

Shane P Karstens
1525 IDAHO ST
RAWLINS WY 82301 - 4313

Sara E Karstens
1525 IDAHO ST
RAWLINS WY 82301 - 4313

Signature and Certification of each Co-Signer. (*I, me and my* refer to each Co-Signer signing this Notice to Co-Signer, individually and together with his/her heirs, successors and assigns, and each other person or legal entity who agrees to pay this loan. *You and your* refer to the Lender and its successors and assigns.)

NOTICE TO CO-SIGNER (Traduccion en Ingles Se Requiere Por La Ley)

- I am being asked to guarantee this debt. I will think carefully before doing so. If the borrower(s) doesn't pay the debt, I will have to. I will be sure I can afford to pay if I have to, and that I want to accept this responsibility.
- I may have to pay up to the full amount of the debt if the borrower(s) does not pay. I may also have to pay late fees or collection costs, which increase this amount.
- The creditor can collect this debt from me without first trying to collect from the borrower(s). The creditor can use the same collection methods against me that can be used against the borrower(s), such as suing me, garnishing my wages, etc. If this debt is ever in default, that fact may become a part of my credit record.
- This notice is not the contract that makes me liable for the debt.

AVISO PARA EL FIADOR (Spanish Translation Required By Law)

- Se me esta pidiendo garantizar esta deuda. Necesito pensarlo cuidadosamente antes de estar acuerdo. Si la persona que ha pedido este préstamo no paga la deuda, tendré que pagarla. Estaré seguro de poder pagar si tengo que hacerlo, y estoy de acuerdo en aceptar esta responsabilidad.
- Tal vez necesito pagar la deuda en su totalidad, si acaso la persona que pido el préstamo no haya pagado la deuda, así también tendria que pagar cargos por retraso o gasto de recaudación, lo cual aumentaria el total de la deuda.
- El acreedor puede cobrarme, sin antes tratar de cobrarle al deudor. El acreedor puede utilizar los mismos métodos de cobranza en mi contra que se pueden utilizar contra el deudor, tales como demandarme, quitar parte de su sueldo, etc. Si la deuda no se paga, este hecho puede convertirse en parte de mi historial de crédito.
- Este aviso no es el contrato que me hace responsable de la deuda.

IF SIGNED BY FACSIMILE SIGNATURE - I authorize USAA to accept a facsimile, scanned or other electronic reproduction ("facsimile signature") of my signature as my legally binding signature to the document of which it is a part. I further agree that each document I return to USAA with my facsimile signature is to be treated as the original document as if it had been returned with an actual original signature, and that documents with my original signature or any other copy or reproduction thereof will be treated as a copy rather than the original document.

IF SIGNED ELECTRONICALLY - I acknowledge that I am signing this Notice to Co-Signer electronically just as if I had physically signed, executed and delivered a paper document and provided it to Lender. I acknowledge and agree to the method of authentication selected by Lender and execute this Notice to Co-Signer with the present intent to adopt and accept such method as the means of signifying my acceptance of and agreement to the terms of this Notice to Co-Signer as if I had affixed my physical signature to this Notice to Co-Signer.

NOTICE TO CONSUMER:

- DO NOT SIGN THIS PAPER BEFORE READING IT OR IF IT CONTAINS ANY BLANK SPACES.
- I AM ENTITLED TO AN EXACT COPY OF THIS PAPER AND ANY AGREEMENT I SIGN.
- I HAVE THE RIGHT AT ANY TIME TO PAY IN ADVANCE THE UNPAID BALANCE DUE UNDER THIS AGREEMENT WITHOUT PENALTY AND I MAY BE ENTITLED TO A PARTIAL REFUND OF THE FINANCE CHARGE IN ACCORDANCE WITH LAW.

CAUTION - IT IS IMPORTANT THAT I THOROUGHLY READ THE NOTICE TO CO-SIGNER BEFORE I SIGN IT.

3-8-21

Shane P Karstens | Date

3-8-2021

Sara E Karstens | Date

USAA®
USAA Federal Savings Bank
10750 McDermott Freeway
San Antonio, Texas 78288-0544

AUTHORIZATION AGREEMENT FOR PREAUTHORIZED LOAN PAYMENTS

The undersigned (hereinafter "I," "me" or "my," whether one or more) authorizes USAA FEDERAL SAVINGS BANK ("USAA") to initiate debit entries to the account I have identified on this form at the financial institution named below. I acknowledge that the origination of ACH (automated clearing house) transactions to and from my bank account must comply with the provisions of applicable law. If the designated payment or debit date falls on a weekend or bank holiday, the transmission will be initiated from the bank account on the next banking business day. While on automatic payments, you will not receive periodic statements. You may request statements by contacting us at 800-531-8722.

Payment Authorization

Loan Payment: Payments due on the loan account referenced below, as and when payments become due. Payment under this authorization means the regularly scheduled payment due on the identified loan together with any late, return payment, and other fees and charges that may be due on the loan account. Generally, debits may vary $100 above or below the regularly scheduled payment amount specified in the loan documents for the loan account. If the initial draft for payment returns as unpaid, USAA will re-attempt to draft the payment. I understand that USAA will not automatically draft payments that are past due.

All information must be completed correctly. I understand that my failure to complete the form correctly may result in a delay in implementing automatic debits from the selected bank account, cause payment of more interest, and incur late fees on the loan account if this authorization is for the scheduled payment due on the loan account. This form must be received and processed before preauthorized payments can begin. I understand I must allow at least five business days for this authorization to take effect and that payments must be made on the loan account by some other method if this authorization is not in effect or payment cannot be made from my bank account for any reason.

Banking Information

If the account you want your payment taken from is a savings or money market account, there may be transaction limits. Please contact your financial institution for information regarding these accounts.

Shane P Karstens
Account Holder Name

1128728811
Loan Account Number

Debit Account: ☒ Checking ☐ Savings

Financial Institution	Routing Number	Account Number
USAA Federal Savings Bank	314074269	0034546960

10750 McDermott Frwy , San Antonio, TX 78288
Financial Institution Address (if known)

Read and Sign

By signing below, I certify that I am the account holder or am authorized to withdraw funds from this account. Unless terminated sooner, this authorization is to remain in effect until the loan is paid in full. I can terminate this authorization at any time, but USAA must receive notification from me of its termination at least five business days prior to the draft date to afford USAA reasonable opportunity to act on it. If USAA does not receive the notice prior to this time, it will be effective as of the next draft date. USAA reserves the right to discontinue my use of automatic payments if a transaction is denied by the paying financial institution three or more times.

IF SIGNED ELECTRONICALLY - I acknowledge and agree I am signing this authorization electronically, and it is legally binding and effective on me just as if I had physically signed a paper document and delivered it to USAA. I agree to the method of authentication selected by USAA and execute this authorization with the present intent to adopt and/or accept such method as the means of signifying my understanding and acceptance of and agreement to the terms of this authorization as if I had affixed my physical signature to this authorization.

IF SIGNED BY FACSIMILE SIGNATURE - I authorize USAA to accept a facsimile, scanned or other electronic reproduction ("facsimile signature") of my signature as my legally binding signature on this document. I agree the document received by USAA with my facsimile signature is to be treated as the original document as if USAA had received the document with my actual original signature, and that the document with my original signature or any other copy or reproduction thereof will be treated as a copy rather than the original document.

3-8-21

Shane P Karstens Date

3-08-2021

Sara E Karstens Date

Note, Disclosure, and Security Agreement
NONNEGOTIABLE PROMISSORY NOTE

Lender	*Borrower(s)*
USAA Federal Savings Bank 10750 McDermott Freeway San Antonio, TX 78288	Shane P Karstens 1525 IDAHO ST RAWLINS WY 82301 - 4313 Sara E Karstens 1525 IDAHO ST RAWLINS WY 82301 - 4313

Loan Number	1128728811
Loan Date	03/08/2021
Maturity Date	04/01/2027
Loan Amount	$ 23,000.00
Renewal of	

This is a Consumer Credit Transaction

Truth-in-Lending Disclosures

ANNUAL PERCENTAGE RATE	FINANCE CHARGE	Amount Financed	Total of Payments
The cost of my credit as a yearly rate.	**The dollar amount the credit will cost me.**	The amount of credit provided to me or on my behalf.	The amount I will have paid when I have made all scheduled payments.
3.1916%	**$2,356.82 "e"**	$23,000.00	**$25,356.82 "e"**

My Payment Schedule Will Be:

Payments	Amount of Payments	When Payments Are Due
71	$352.17 "e"	MONTHLY DUE STARTING 05/01/2021
1	$352.75 "e"	FINAL PAYMENT DUE 04/01/2027

Prepayment. If I pay off this note early, I will not have to pay a penalty.

☒ **Late Charge.** If a payment is late (more than 15 days after due) I will be charged a fee equal to 5% of the payment.

Security. I am giving a security interest in:

☒ the goods or property being purchased.

☐ (brief description of other property)
2015 Audi A8 VIN: WAUJ2AFD1FN010995

Filing Fees. **<u>$20.00</u>** "e"

☐ **Required Deposit.** The annual percentage rate does not take into account my required deposit.

☒ **Assumption.** Someone buying the property securing this obligation cannot assume the remainder of the obligation on the original terms.

Contract Documents. I can see other sections of this Loan Agreement for any additional information about nonpayment, default, any required repayment before the scheduled date, and prepayment refunds and penalties.
"e" means an estimate.

Itemization of Amount Financed

Amount given to me directly	$
Amount paid on my (loan) account	$
	$
Amount paid to others on my behalf (You may retain or receive a portion of these amounts.)	
RC AUTOMOTIVE	$ 23,000.00
	$
	$
	$
	$
	$
	$
	$
(less) Prepaid Finance Charge(s)	$
Amount Financed	$ 23,000.00

Promissory Note

Definitions. As used in this Loan Agreement, ☒ indicates terms that apply to this Loan Agreement. *Loan Agreement* refers to this Promissory Note, Security Agreement, and Truth in Lending Disclosures, and any extensions, renewals, modifications, and substitutions of this Loan Agreement. *Loan* refers to this transaction generally, including obligations and duties arising from the terms of all documents prepared or submitted for this transaction, such as applications, security agreements, disclosures, or notes, and this Loan Agreement. *Security Agreement* refers to the security agreement contained within this Loan Agreement. *Secured Debts* refers to all sums advanced by you under the terms of the Loan Agreement. The pronouns I, *me* and *my* refer to each Borrower signing this Loan Agreement, individually and together with their heirs, successors and assigns, and each other person or legal entity (including guarantors, endorsers, and sureties) who agrees to pay this Loan Agreement. *You* and *your* refer to the Lender and its successors and assigns. *USAA* refers to United Services Automobile Association and its insurance, banking, investment and other companies and includes you.

Promise to Pay. For value received, I promise to pay to you, or your order, at your address above, the principal sum of **$23,000.00**, plus interest from the date you fund my loan at the rate of **3.19%** per year until **04/01/2027**. Interest accrues on a **ACTUAL / 365** basis.
The purpose of this loan is **Purchase a Car**.

Payment. I will pay this note as follows:

☐ Interest due

Principal due

☒ This note has 72 payments.

The first payment will be in the amount of **$352.17** and will be due **05/01/2021**.

A payment of **$352.17** will be due on the **1ST** day of each **MONTH** thereafter.

The final payment of the entire unpaid balance of principal and interest will be due **04/01/2027**.

Unless otherwise provided in the Other Terms section, each payment I make on this Loan Agreement will be applied first to unpaid fees or charges other than late charges, then to interest that is due, then to principal due, then to unpaid late charges, and finally to principal. No late charge will be assessed on any payment when the only delinquency is due to late fees assessed on earlier payments and the payment is otherwise a full payment. The actual amount of my final payment will depend on my payment record.

Interest. Interest will accrue on the unpaid principal balance until paid in full. For interest calculation purposes, the accrual method used will determine the number of days in a year. The interest rate and other charges on this Loan Agreement will never exceed the highest rate or charge allowed by law for this loan. If the amount collected is found to exceed the highest rate or charge allowed, you will refund an amount necessary to comply with the law either by a credit to my account or payment to me.

Post-Maturity Interest. Interest will accrue after maturity on the unpaid balance of this note on the same basis as interest accrues before maturity, unless a specific post-maturity interest rate is agreed to in the next sentence.

☒ Interest will accrue at the rate of **18.00%** per year on the balance of this note not paid at maturity, including maturity by acceleration.

For purposes of this section, maturity occurs on any of the following dates.

- On the date of the last scheduled payment of principal.
- On the date you accelerate the due date of this Loan Agreement (demand immediate payment).

Prepayment. I may prepay this Loan Agreement in whole or in part at any time without penalty. Any partial prepayment of principal only will not excuse any later scheduled payments until I pay in full. You may allow prepayment(s) to pay ahead future scheduled payments to the extent of the amount prepaid, and I understand that interest will continue to accrue on the unpaid principal balance during that period.

☒ **Returned Payment Fee.** I agree to pay a service charge of **$25.00** for each payment (check or automatic payment) returned unpaid.

☒ **Late Charge.** If a payment is late (more than 15 days after due) I will be charged and pay a fee equal to 5% of the payment.

☐ **Other Terms.**

Warranties and Representations. The Property has not been and will not be used for any purpose that would violate any laws or subject the Property to forfeiture or seizure.

Default. I will be in default if any of the following occur.

- I fail to make a payment when due.
- I fail to perform any condition or keep any promise of this or any agreement I have made with you related to this Loan Agreement.
- You, in good faith, believe that the prospect of payment or the prospect of my performance of any other of my obligations under this note or any agreement securing this Loan Agreement is impaired.
- I make any false statement in connection with this Loan Agreement.
- I breach any certification, warranty or representation I make in this Loan Agreement.

Remedies. After you give any legally required notice and opportunity to cure the default, you may at your option do any one or more of the following.

- Make all or any part of the amount owing by the terms of this Loan Agreement due.
- Increase the interest rate to the Post-Maturity Interest rate and increase my payments so they will repay the outstanding principal balance of my Loan over the remaining term of my Loan at the new interest rate.
- Use any and all remedies you have under state or federal law, or in any instrument securing this Loan Agreement.
- Make a claim for any and all insurance benefits or refunds that may be available on my default.
- Set off any amount due and payable under the terms of this Loan Agreement against my right to receive money from you, unless prohibited by law.
- Make amounts advanced on my behalf due and add those amounts to the balance owing under the terms of this Loan Agreement.
- Require me to gather the Property and make it available to you in a reasonable fashion (unless prohibited by law); keep or dispose of the Property as provided by law; apply the proceeds to your expenses of collection and enforcement and then to the Secured Debts; and, unless prohibited by law, and following any required notice of deficiency, hold me liable for any deficiency if what you receive from the sale does not satisfy the Secured Debts.
- Keep the Property to satisfy the debt.

By choosing any one or more of these remedies you do not give up your right to use any other remedy. You do not waive a default if you choose not to use a remedy. By electing not to use any remedy, you do not waive your right to later consider the event a default and to use any remedies if the default continues or occurs again.

Waivers. To the extent not prohibited by law, I waive protest, presentment for payment, demand, notice of acceleration, notice of intent to accelerate, and notice of dishonor. You may renew or extend payments on this Loan Agreement, regardless of the number of such renewals or extensions. You may release any Borrower, endorser, guarantor, surety, accommodation maker, or any other cosigner. You may release, substitute, or impair any Property securing this Loan Agreement.

Collection Expenses and Attorneys' Fees. On or after Default, to the extent permitted by law, I agree to pay all reasonable expenses of collection, enforcement, or protection of your rights and remedies under this Loan Agreement. Expenses include, but are not limited to, inspection fees, repossession fees, storage fees (for storage of the Property or of personal items removed from the Property), attorneys' fees (if assessed by a court), court costs and other legal expenses. To the extent permitted by the United States Bankruptcy Code, I agree to pay the reasonable attorneys' fees you incur to collect this debt as awarded by any court exercising jurisdiction under the Bankruptcy Code.

Obligations Independent. I understand that my obligation to pay this Loan is independent of the obligation of any other person who has also agreed to pay it. You may, without notice, release me or any of us, give up any right you may have against any of us, extend new credit to any of us, or renew or change this Loan Agreement one or more times and for any term, and I will still be obligated to pay this Loan. You may, without notice, fail to perfect your security interest in, impair, or release any security and I will still be obligated to pay this Loan.

Privacy. I agree that you may furnish, on a regular basis, credit and experience information regarding my Loan to others seeking such information to the extent permitted by law. This includes, without limitation, furnishing information about me and my Loan necessary to effect, administer, or enforce the terms of my Loan or my account. To the extent permitted by law, I agree that from time to time you may receive credit information about me from others, including other lenders and credit reporting agencies. To the extent permitted by law, I agree that you will not be liable for any claim arising from the use of information provided to you by others or for providing such information to others. You have furnished your privacy policy to me. This policy describes your information sharing practices and gives information on how I can inform you of my information sharing preference with other companies or organizations. I agree that if I have not exercised the opt out or limitation rights described in your privacy policy, you will be entitled to rely on that lack of exercise and share personal information as defined and described in your privacy policy.

Phone Contact Authorization. USAA may contact the telephone number(s) I provide USAA, regardless of when I provided the telephone number(s) to USAA. I expressly authorize USAA to contact me by text message (SMS), telephone call, automatic telephone dialing system, artificial or prerecorded voice, or other communication methods directed to my telephone number(s). I authorize USAA to use these communication methods to contact me with respect to any and all products or services I currently have with USAA, formerly had with USAA or obtain from USAA in the future. I may not revoke either of the above authorizations without USAA's express written consent. USAA is not responsible for any charges I incur as a result of USAA contacting any telephone number(s) I provide USAA.

Deferred Payments. You and I may agree to defer one or more payments required by the terms of this Loan Agreement. If we do so, you may collect additional interest for the deferment period as provided by law.

Notice of Negative Credit Reporting. As required by applicable law, I am hereby notified that a negative credit report reflecting on my credit record may be submitted to a credit reporting agency if I fail to fulfill the terms of my credit obligations.

General Provisions. This Loan Agreement is governed by the laws of Texas, the United States of America, and to the extent required, by the laws of the jurisdiction where the Property is located. You and I agree this Loan Agreement is subject to federal laws, regulations, case law, and regulatory opinions and interpretations governing interest, the exportation of interest, and preemption of state law. You and I also agree this Loan Agreement is underwritten, made, and accepted in the state of Texas. If two or more Borrowers sign this Loan Agreement, we are liable to repay jointly and severally. This Loan Agreement is the complete and final expression of our agreement. No amendment of this Loan Agreement is effective unless: (1) made in writing and signed by me and you, or (2) I request that you amend the Loan Agreement and you confirm the amendment in a record sent to me and I do not object to the amendment within 10 days from the date of the confirmation, or (3) as provided elsewhere in this Loan Agreement. The duties and benefits of this Loan Agreement will bind and benefit my and your successors and assigns. If any provision of this Loan Agreement is unenforceable, then the unenforceable provision will be severed and the remaining provisions will be enforceable.

Unless otherwise required by law, any notice will be given by delivering it or mailing it by first class mail to my last known address. Notice to one party will be deemed to be notice to all parties. Where a notice is required, I agree that 10 days prior written notice will be reasonable notice to me under the Uniform Commercial Code or other applicable state law.

I agree to sign, deliver, and file any additional documents or certifications that you may consider necessary to perfect, continue, and preserve my obligations under this Loan and to confirm your lien status on any Property.

Military Lending Act Disclosure. If I am an active-duty servicemember or a dependent of an active-duty servicemember at the time this loan account is established, the following disclosure applies, unless the loan is for an exempt vehicle or personal property purchase loan or is otherwise not considered "consumer credit" under the Military Lending Act and its implementing regulations: Federal law provides important protections to members of the Armed Forces and their dependents relating to extensions of consumer credit. In general, the cost of consumer credit to a member of the Armed Forces and his or her dependent may not exceed an annual percentage rate of 36 percent. This rate must include, as applicable to the credit transaction or account: The costs associated with credit insurance premiums; fees for ancillary products sold in connection with the credit transaction; any application fee charged (other than certain application fees for specified credit transactions or accounts); and any participation fee charged (other than certain participation fees for a credit card account). Please call 1-888-871-7565 toll-free to hear the disclosure orally.

Preservation of Consumer Claims and Defenses. If I am purchasing goods or services using proceeds of this loan from a seller, contractor, or other individual or entity that has a business arrangement with you, as defined in 16 CFR 433.1(g), this important notice applies to this loan:

NOTICE:

ANY HOLDER OF THIS CONSUMER CREDIT CONTRACT IS SUBJECT TO ALL CLAIMS AND DEFENSES WHICH THE DEBTOR COULD ASSERT AGAINST THE SELLER OF GOODS OR SERVICES OBTAINED WITH THE PROCEEDS HEREOF. RECOVERY HEREUNDER BY THE DEBTOR SHALL NOT EXCEED AMOUNTS PAID BY THE DEBTOR HEREUNDER.

State Specific Disclosures:

In Arizona: My Liability for Failure to Return Vehicle: If I am in default, you may send me a notice of default. It is unlawful to fail to return a motor vehicle subject to a security interest within 30 days after receiving notice of default. A notice of default may be mailed to the address on the contract. It is my responsibility to keep the listed address current. Assuming I have no history of prior felony convictions, the maximum penalty for failure to return a motor vehicle subject to a security interest is 1 year in prison and a $150,000 fine.

I acknowledge an express intent to grant a security interest in the property and hereby waive and abandon all personal property exemptions granted upon the vehicle, which is the subject of this contract. NOTICE: BY GIVING YOU A SECURITY INTEREST IN THE PROPERTY, I WAIVE ALL RIGHTS PROVIDED BY LAW TO CLAIM SUCH PROPERTY EXEMPT FROM PROCESS.

In Colorado and Indiana: If any scheduled payment on this loan is more than twice as large as the average of all other regularly scheduled payments on the loan, I have the right to refinance the amount of that payment at the time it is due at your prevailing rates for such type of loan if I meet your normal credit standards and provided you are, at that time, in the business of making such loans.

In Louisiana: Louisiana law permits repossession of motor vehicles without judicial process.

In Maryland: You and I agree that you have elected that this Loan Agreement be governed by Title 12, Subtitle 10 of the Commercial Law Article of the Maryland Code. You and I also agree that this election (1) is applicable only with respect to those aspects of this transaction not otherwise governed by the laws of Texas and/or the United States of America, and (2) in no way limits the provisions of this Loan Agreement governed by the laws of Texas and/or the United States of America, including those concerning interest, exportation of interest and preemption of state law.

In Wisconsin: This obligation is or will be incurred in the interests of the marriage or family.

Security Agreement

Security. To secure the obligations of this Loan Agreement, I give you a security interest in the Property described below:
2015 Audi A8 VIN: WAUJ2AFD1FN010995

Generally. *Property* means any collateral described in this Loan Agreement in which I have an interest, now or in the future, wherever the Property is or will be located, and all proceeds and products from the Property. Property includes all parts, accessories, repairs, replacements, improvements, and accessions to the Property, and any evidence of title or ownership.

Purchase Money Security Interest. If this is a purchase money loan (the loan proceeds are used to purchase the collateral), the portion of the Property purchased with loan proceeds will remain subject to your purchase money security interest until the Secured Debts are paid in full. Payments on any non-purchase money loan also secured by this Security Agreement will not be applied to the purchase money loan. Payments on the purchase money loan will be applied first to the non-purchase money portion of the loan, if any, and then to the purchase money portion in the order in which the purchase money Property was acquired. If the purchase money Property was acquired at the same time, then payments will be applied in the order you select. No security interest will be terminated by application of this formula.

Perfection of Security Interest. I authorize you to file a financing statement or other required lien document (each, a "Lien Document") covering the Property. I also agree to take all necessary action to provide you with a perfected security interest in or lien on the Property and to comply with, facilitate, and otherwise assist you in connection with perfecting your security interest under the Uniform Commercial Code, certificate of title laws or other law applicable to obtaining a lien or security interest in the Property enforceable against others claiming an interest in the Property including without limitation completing any Lien Documentation. A copy of this security agreement may be used as a financing statement or otherwise as proof of the security interest granted to you when allowed by law.

Duties Toward Property. I will protect the Property and your interest against any competing claim. Except as otherwise provided in this Loan Agreement, I will keep the Property in my possession and located or registered at the address indicated in this Loan Agreement. I will keep the Property in good repair and use it only for personal, family, or household purposes. I will immediately inform you of any loss or damage to the Property. You have the right of reasonable access to inspect the Property. I will pay all taxes and assessments levied or assessed against me or the Property. I will not sell, lease, license, or otherwise transfer or encumber the Property without your prior written consent. You do not authorize any sale or other disposition of the Property. Any sale or disposition you do not authorize will violate your rights. I understand and agree that if the Property is sold, you will be paid any proceeds from such sale and will pay any surplus to me. I will provide you with any notices, documents, financial statements, reports, and other information relating to the Property I receive as the owner of the Property.

Insurance. I agree to buy and maintain insurance on the Property for the term of this Loan Agreement covering loss or damage to the Property in addition to any coverages required by applicable law. The insurance must cover your interest in the Property, and I will name you as loss payee on any such policy. I agree that insurance proceeds will be used to repair the Property, if applicable, or will be applied to reduce the balance due on my Loan. I agree that if the insurance proceeds do not cover the amount I still owe you, I will pay the difference. If I buy the required insurance (rather than furnishing it through existing policies I own or control), I will buy it from the company of my choice that is authorized to do business in the state where the Property is located and that is reasonably acceptable to you. I will keep the insurance in effect until all debts secured by this Loan Agreement are paid. I will furnish you with evidence of all required insurance coverage. In the event I fail to acquire or maintain insurance, you (after providing notice as may be required by law) may buy insurance to protect your interest in the Property and add the cost of insurance to the balance due on this Loan. At your option, you may adjust my payments under this Loan Agreement so that I pay the new principal balance at the applicable interest rate over the remaining term of my Loan.

Authority to Perform. I authorize you to do anything, except appear in a judicial proceeding, you deem reasonably necessary to protect the Property and your security interest in the Property. If I fail to perform any of my duties under this Loan Agreement, you are authorized, after providing me with any required notice and opportunity to perform, to perform the duties or cause them to be performed and add the costs of performance to the Secured Debts. These authorizations include, but are not limited to, permission to pay for the repair, maintenance, and preservation of the Property and taking any action to obtain or preserve the benefits and rights of the Property. Your authority to perform for me will not create an obligation to perform and your failure to perform will not preclude you from exercising any other rights under the law or this Security Agreement. If you come into actual or constructive possession of the Property, you will preserve and protect the Property to the extent required by law.

Power of Attorney to Sign For Owner When Registering and/or Transferring Ownership of a Motor Vehicle. When the property is a motor vehicle, I appoint you attorney-in-fact to sign my name to any Certificate of Title, other supporting papers, or any Lien Documentation covering the motor vehicle, in any manner necessary to register and/or transfer ownership of the motor vehicle; additionally I appoint you as attorney-in-fact to perform any other acts necessary to register, perfect your security interest in, or transfer title to the vehicle described as the Property in this Security Agreement; or to request and receive a certified title, Lien Documentation, or other similar document for this vehicle. I agree that you will keep possession of the Certificate of Title, or other documentation demonstrating the lien issued pursuant to the applicable state law.

Modifications By Lender. This Loan Agreement includes a specific description of the property pledged to secure payment of this Loan, the terms and conditions of the Loan, and the method and amounts of any disbursements of the Loan proceeds. If any element of these items is in error, you will notify me in writing of the error and the necessary amendment. I may confirm my agreement to the amendment in writing or by forwarding my payment to you.

Patriot Act Notice

IMPORTANT INFORMATION ABOUT PROCEDURES FOR OPENING A NEW ACCOUNT. To help the government fight the funding of terrorism and money laundering activities, federal law requires all financial institutions to obtain, verify, and record information that identifies each person who opens an account. What this means for me:
When I open an account, you will ask for my name, address, date of birth, and other information that will allow you to identify me. You may also ask to see my driver's license or other identifying documents.

Signatures

By signing, I agree to the terms contained in this Loan Agreement. I also acknowledge receipt of a copy of this Loan Agreement on today's date.

IF SIGNED BY FACSIMILE SIGNATURE - I authorize you to accept a facsimile, scanned or other electronic reproduction ("facsimile signature") of my signature as my legally binding signature to the document of which it is a part. I further agree that each document I return to you with my facsimile signature is to be treated as the original document as if it had been returned with an actual original signature, and that documents with my original signature or any other copy or reproduction thereof will be treated as a copy rather than the original document.

IF SIGNED ELECTRONICALLY - I acknowledge that I am signing this Loan Agreement electronically just as if I had physically signed, executed and delivered a paper document and provided it to Lender. I acknowledge and agree to the method of authentication selected by Lender and execute this Loan Agreement with the present intent to adopt and accept such method as the means of signifying my acceptance of and agreement to the terms of this Loan Agreement as if I had affixed my physical signature to this Loan Agreement. If I or the Property is located in a state which requires a physically executed Loan Agreement for purposes of perfecting a security interest in the Property, any true and complete physical reproduction of the electronically or digitally executed Loan Agreement such as a printed copy, shall be deemed as the same or legal equivalent of the duplicate of the original electronic agreement. A certified copy of the electronic contract will be provided to the recording or titling authority upon request.

Cosigners. See separate Notice to Cosigner before signing.
NOTICE TO CONSUMER:

- **DO NOT SIGN THIS PAPER BEFORE READING IT OR IF IT CONTAINS ANY BLANK SPACES.**
- **I AM ENTITLED TO AN EXACT COPY OF THIS PAPER AND ANY AGREEMENT I SIGN.**
- **I HAVE THE RIGHT AT ANY TIME TO PAY IN ADVANCE THE UNPAID BALANCE DUE UNDER THIS AGREEMENT WITHOUT PENALTY AND I MAY BE ENTITLED TO A PARTIAL REFUND OF THE FINANCE CHARGE IN ACCORDANCE WITH LAW.**

CAUTION - IT IS IMPORTANT THAT I THOROUGHLY READ THE CONTRACT BEFORE I SIGN IT.

X ______________________ SHANE R KARSTENS

X Sara Karstens ______________________ SARA E KARSTENS

X ______________________

X ______________________

Third Party Agreement

For the purposes of the provisions within this enclosure, I, *me* or *my* means the person signing below and *you* means the Lender identified in this Loan Agreement.
I agree to give you a security interest in the Property that is described in the Security Agreement section. I agree to the terms of this Loan Agreement, but I am in no way personally liable for payment of the debt. This means that if the Borrower defaults, my interest in the secured Property may be used to satisfy the Borrower's debt. I agree that you may, without releasing me or the Property from this Third Party Agreement and without notice or demand upon me, extend new credit to any Borrower, renew or change this Loan Agreement one or more times and for any term, or fail to perfect your security interest in, impair, or release any security (including guaranties) for the obligations of any Borrower.
I have received a completed copy of this Loan Agreement.

X ______________________ X ______________________