Bank

USDA-FmHA
Form FmHA 460-2
(Rev. 9/88)

Position 1 - Chattel Security
Position 5 - Real Estate Security

SUBORDINATION BY THE GOVERNMENT

The United States of America acting through the Administrator of the Farmers Home Administration (called the "Government") is the owner and holder of the following-described instrument(s) executed by Ernest E. Jesenovec and Wilma K. Jesenovec of Delaware County, State of Iowa:

Title of Instrument	*Date of Instrument*	*Date Filed*	*Office Filed*	*Document File or Book No.*	*Page No.*
Real Estate Mortgage	2/13/84	2/14/84	Delaware County Recorder	94	323

AND, Citizens State Bank/Hopkinton (called the "Lender") has agreed to loan $ 34,000.00 to Ernest E. Jesenovec and Wilma K. Jesenovec (called the "Borrower") for the following purposes:

Refinance Real Estate contract with Stephen H. DeShaw.

THEREFORE, in consideration the Lender's agreement to make such loan to Borrower, the Government (1) consents to the Borrower obtaining the loan from the Lender for such purposes, and (2) agree to and does subordinate in favor of the Lender and its successors and assigns its liens or security interests created or evidenced by the above-described instrument(s) insofar as they cover the following-described property and provided the Lender perfects a lien on that property:

See attached

This subordination is limited to the amount actually loaned by the Lender to the Borrower (principal and accrued interest) for the forgoing purposes and also the amount actually advanced for foreclosure costs and other advances made or to be made by the Lender, for a total limitation not to exceed $ 34,000.00 .* Any amount which is in excess of this figure will not be covered by this subordination unless prior written consent was obtained from the Government for incurring the expenditure in question. The Lender must incorporate into the borrower's note a statement that the loan will be in default should any proceeds of the loan funds obtained as a result of this subordination be used for a purpose that will contribute to excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity, as explained in Exhibit M of Subpart G of Part 1940 of Title 7 of the Code of Federal Regulations.

IN WITNESS WHEREOF, The United States of America has caused this subordination to be signed on the 27th day of August, 19 90, pursuant to the delegated authority published in 7 CFR Part 1900, Subpart A.

UNITED STATES OF AMERICA,

WITNESS: _____

_____

BY Ronald I. Snitker
RONALD I. SNITKER
TITLE ~~County Supervisor~~
Farmers Home Administration,
U.S. Department of Agriculture.

*(NOTE TO LENDER: You are advised to obtain a perfected security interest on the above property. When the indebtedness has been satisfied please mark this form "PAID IN FULL" and return it to the Farmers Home Administration at the following address: 909 W. Main St., Manchester, IA 52057.)

FmHA 460-2 (Rev. 9/88)

FILE No. 38-508
RECORDING FEE $ 15.00
TRANSFER FEE $ _____

FILED FOR RECORD THE 28 DAY OF August 19 90 AT 12:05 P. O'CLOCK M. BOOK 2 PAGE 70

STATE OF IOWA, DELAWARE COUNTY
Joan Sheppard, Recorder
By Misc., Deputy

STATE OF IOWA
COUNTY OF DELAWARE } ss:

ACKNOWLEDGMENT

On this 27th day of August, 19 90, before me, the subscriber, a Notary Public, in and for the above county and State, appeared Ronald I. Snitker, known to me to be County Supervisor, Delaware Co., Iow Farmers Home Administration, United States Department of Agriculture, and the person who executed the foregoing instrument, and he/she acknowledged to me that he/she executed the same as the free act and deed of the United States of America, for the uses and purposes mentioned in it.

IN WITNESS WHEREOF, I have set my hand and seal at Manchester, Iowa the day and year listed above.

SHARON M. MORONEY
MY COMMISSION EXPIRES
11-20-92

(SEAL)

Sharon M. Moroney (Signature)
Sharon M. Moroney
Notary Public (Title)

My commission expires November 20, 1992
(To be filled in if certifying officer is a notary public)

FmHA 460-2
(REVERSE)

EXHIBIT A

Southeast Quarter (SE-1/4) of the Northeast Quarter (NE-1/4); West Three-fourths (W-3/4) of the North Half (N-1/2) of the Southeast Quarter (SE-1/4); North Three-fourths (N-3/4) of the East Half (E-1/2) of the Southwest Quarter (SW-1/4); North Half (N-1/2) of the Southwest Quarter (SW-1/4) of the Southeast Quarter (SE-1/4); North Seven-seventeenths (N-7/17) of the South Seventeen-fortieths (S-17/40) of the Southeast Quarter (SE-1/4) of the Southeast Quarter (SE-1/4), all in Section Twenty-five (25), Township Eighty-seven (87) North, Range Four (4), West of the Fifth Principal Meridian

AND

East One-half (E-1/2) of the Southeast Quarter (SE-1/4) of the Southwest Quarter (SW-1/4) of the Southwest Quarter (SW-1/4) and South One-half (S-1/2) of the Southeast Quarter (SE-1/4) of the Southwest Quarter (SW-1/4) of Section Twenty-five (25), Township Eighty-seven (87) North, Range Four (4), West of the Fifth Principal Meridian. Also, all that part of the following described real estate lying East of the Maquoketa River: The Northwest Quarter (NW-1/4) of the Southwest Quarter (SW-1/4) of the Southwest Quarter (SW-1/4), the South One-half (S-1/2) of the Northeast Quarter (NE-1/4) of the Southwest Quarter (SW-1/4) of the Southwest Quarter (SW-1/4), and the West Three-fourths (W-3/4) of the South One-half (S-1/2) of the Southwest Quarter (SW-1/4) of the Southwest Quarter (SW-1/4) of Section Twenty-five (25), and the Northwest Quarter (NW-1/4) of the Northwest Quarter (NW-1/4), and the North One-half (N-1/2) of the Northeast Quarter (NE-1/4) of the Northwest Quarter (NW-1/4), and the West Three-fourths (W-3/4) of the South One-half (S-1/2) of the Northeast Quarter (NE-1/4) of the Northwest Quarter (NW-1/4) of Section Thirty-six (36), all in Township Eighty-seven (87) North, Range Four (4), West of the Fifth Principal Meridian.