SUBORDINATION AGREEMENT

This Agreement made and entred into between PRODUCTION CREDIT ASSOCIATION OF THE MIDLANDS, hereinafter referred to as PCAM, and FARM CREDIT BANK OF OMAHA, hereinafter referred to as FCBO.

WHEREAS, PCAM has a mortgage securing a loan with Duane C. and Judith L. Robinson, husband and wife, hereinafter referred to as Borrowers, on the following described real estate:

NW frl. ¼, and W½ NE¼, and N½ NE¼ NE¼, all in Section 7, Township 88 North, Range 3, West of the 5th P.M., Delaware County, Iowa

WHEREAS, said Borrowers wish to obtain a loan with FCBO in the principal sum of ONE HUNDRED TWO THOUSAND DOLLARS (hereinafter referred to as the FCBO Note) in order to complete a mortgage purchase of the above-described real estate and are required to provide FCBO with a first lien on the above-described premises as collateral for said loan, and

WHEREAS, PCAM has agreed to subordinate its first mortgage to FCBO with respect to the above-described property located in Delaware County, Iowa, for the purpose of permitting Duane C. Robinson and Judith L. Robinson to obtain a loan and complete their mortgage purchase of said real estate.

NOW, in consideration of the mutual promises and agreement hereinafter set forth, the parties agree as follows:

1. In consideration of, and to facilitate this loan from FCBO, PCAM hereby agrees that the mortgage to FCBO shall be superior to the PCAM mortgage and PCAM does hereby subordinate its mortgage in favor of this mortgage to FCBO to the extent herein provided.

2. This subordination is limited to the amount actually owing on the FCBO Note to the Borrowers for the foregoing purpose for a total limitation not to exceed ONE HUNDRED TWO THOUSAND DOLLARS ($102,000) principal plus accrued interest. Any amount in excess of this figure will not be covered by this subordination.

3. PCAM does not release any right, title, claim or demand in and to this real estate by virtue of this Subordination, but only subordinates and makes junior their mortgage dated December 31, 1991, and filed in Book 114, Page 222 of the Records of Delaware County, Iowa to the mortgage executed by Duane C. Robinson and Judith L. Robinson, husband and wife, to FCBO.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement the 26th day of February, 1992.

PRODUCTION CREDIT ASSOCIATION OF THE MIDLANDS

By Robert B Fitzpatrick
Robert B. Fitzpatrick
Vice-President

Production Credit Association Of The Midlands CORPORATE Seal CHARTERED DEC. 31, 1985 OMAHA, NEB.

FARM CREDIT BANK OF OMAHA
By Federal Land Bank Association of the Midlands
Its agent and attorney-in-fact

By Robert B. Fitzpatrick
Robert B. Fitzpatrick, Vice-President

Federal Land Bank Association Of The Midlands CORPORATE Seal CHARTERED DEC. 31, 1988 OMAHA, NEB.

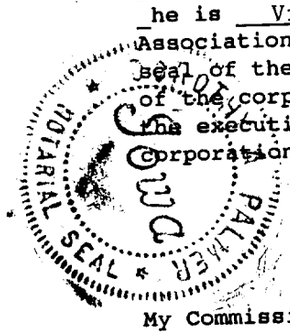
FILE No. 165-2357
RECORDING FEE $ 10.00
TRANSFER FEE $

FILED FOR RECORD THE 27 DAY OF February, 19 92 AT 10:30 O'CLOCK A. M. BOOK 3 PAGE 21

STATE OF IOWA, DELAWARE COUNTY
Jane A. Lloyd, Recorder
Misc.

STATE OF IOWA)
) ss
COUNTY OF DELAWARE)

On this 26th day of February, 1992, before me, a Notary Public, personally appeared Robert B. Fitzpatrick, to me known to be the person named in and who executed the foregoing instrument, who did say that he is Vice-President of the above named Production Credit Association of the Midlands; that the seal affixed to the instrument is the seal of the corporation; that the instrument was signed and sealed on behalf of the corporation by authority of its Board of Directors; and acknowledged the execution of the instrument to be the voluntary act and deed of the corporation and of the agent, by it and the agent voluntarily executed.



Dorothy A. Palmer
DOROTHY A. PALMER
Notary Public in for said County and State

My Commission Expires 12/6/93.

STATE OF IOWA)
) ss
COUNTY OF DELAWARE)

On this 26th day of February, 1992, before me, the undersigned, a Notary Public in and for said State, personally appeared Robert B. Fitzpatrick to me personally known, who, being by me duly sworn, did say that he is Vice-President of the above named Farm Credit Bank of Omaha; that the seal affixed thereto is the seal of said corporation; that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors; and that the said Robert B. Fitzpatrick as such officer acknowledged the execution of said instrument to be the voluntary act and deed of said corporation, by it and by him voluntarily executed.

Dorothy A. Palmer
DOROTHY A. PALMER
Notary Public in and for said County and State

My Commission Expires 12/6/93.

