SUBORDINATION AGREEMENT

WHEREAS, Vincent J. Gaffney and Peggy Joanne Gaffney, husband and wife, executed and delivered to Farmers State Bank a certain mortgage dated May 26, 1993 which was filed with the Delaware County Recorder's Office on May 28, 1993 at Book 119, Page 80 and said Vincent J. Gaffney and Peggy Joanne Gaffney, husband and wife have executed and delivered to Farmers State Bank a mortgage to the following described property situated in Delaware County, Iowa to wit:

REFER TO ATTACHED FOR LEGAL DESCRIPTION

NOW THEREFORE, the undersigned owner and holder of the mortgage found at Book 119, Page 80, does hereby subordinate its mortgage and the lien thereof to the mortgage given by Vincent J. Gaffney and Peggy Joanne Gaffney, husband and wife, to Farmers State Bank, dated December 28, 1993, which was filed with the Delaware County Recorder's Office on DEC. 30, 1993 at Book 121, , L.M. Page 223 , and does hereby declare its mortgage and the lien thereof to be junior and inferior to the previously mentioned mortgage given to Farmers State Bank.

DATED: December 28, 1993 **FARMERS STATE BANK**

R. H. Sippel, Senior Vice President

Attested:

Allen D. Shedek, Cashier

STATE OF IOWA, County of Linn, ss:

On this 28th day of December, A. D., 1993, before me, the undersigned a Notary Public in and for the County of Linn, State of Iowa, personally appeared R. H. Sippel, Senior Vice President, and Allen D. Shedek, Cashier, of Farmers State Bank, the Corporation which executed the above and foregoing instrument, who being by me duly sworn, each for himself, did say that they are respectively the Senior Vice President and Cashier of said Corporation; that the seal affixed to said instrument is the seal of said Corporation and that said instrument was by them signed and sealed on behalf of the said Corporation by authority of its board of directors, and each of them acknowledged the execution of said instrument to be the voluntary act and deed of said Corporation, by it and each of them voluntarily executed.

In Witness Whereof, I have hereunto signed my name and affixed my Notarial Seal the day and year last above written.

Debby A. Roth

Notary Public in and for Linn County, State of Iowa

DEBBY A. ROTH COMM. NO. NOTARIAL SEAL

FILE No. 346-1972	FILED FOR RECORD THE 30 DAY OF Dec, 19 93 AT 12:21	STATE OF IOWA, DELAWARE COUNTY
RECORDING FEE $ 11.00	O'CLOCK P. M. BOOK 4 PAGE 144	Deborah L. Peyton, Recorder
TRANSFER FEE $		Misc.

The South eighteen (18) acres of the Northwest Quarter (NW¼) of the Southeast Quarter (SE¼), and the West ten (10) acres of the Southeast Quarter (SE¼) of the Southeast Quarter (SE¼), and the Southwest Quarter (SW¼) of the Southeast Quarter (SE¼) of Section Eighteen (18), and the Northeast Quarter (NE¼) of the Northeast Quarter (NE¼), except the East seventy (70.0) feet thereof, and the East five (5) acres of the Northwest Quarter (NW¼) of the Northeast Quarter (NE¼) of Section Nineteen (19), Township Eighty Seven (87) North, Range Six (6), West of the Fifth P.M., except that part of the South one-half (S½) of the Southeast Quarter (SE¼) of said Section Eighteen (18) described as commencing at the Southeast corner of said Section Eighteen (18), thence North 88° 25' 42" West one thousand one hundred sixty (1160.0) feet along the Southerly line of the Southeast Quarter (SE¼) of said Section Eighteen (18) to the point of beginning, thence continuing North 88° 25' 42" West five hundred thirty one and twenty five hundredths (531.25) feet along said Southerly line which is also the approximate centerline of the County Road, thence North 01° 34' 18" East two hundred forty six (246.0) feet, thence South 88° 25' 42" East five hundred thirty one and twenty five hundredths (531.25) feet, thence South 01° 34' 18" West two hundred forty six (246.0) feet to the point of beginning. The Easterly line of the Northeast Quarter (NE¼) of Section Nineteen (19), Township Eighty Seven (87) North, Range Six (6), West of the Fifth P.M. is assumed to bear North 00° 00' 00" East.