SUBORDINATION-AGREEMENT

In consideration of One Dollar and other good and valuable consideration, receipt of which is hereby acknowledged, the undersigned FIRST STATE BANK being the holder of a certain mortgage dated 12/1/92 and filed 12/4/92 by ~~Microfiche~~ BOOK 31 T.L.M. ~~Page~~ PAGE 179 ~~Page~~ INDEXED IN of the ~~Mortgage Records~~ CHATTEL MORTGAGE, Index 31, Delaware, County, Iowa, upon the following described premises to wit:

Lot 529 and theWest 11 feet of Lot 528, Manchester, Delaware County, Iowa,

according to plat recorded in Book I L.D., Page 284

does hereby waive the priority of said mortgage in favor of a certain mortgage to Standard Federal Savings Association made by Dennis L. Scherbring and Susan M. Scherbring under date of 6-10-94 and recorded ~~at Microfiche No.~~ in ~~Volume~~ Book 35 Page 244 in the mortgage records of Delaware County, Iowa, and upon the premises above described so that lien of said mortgage shall be subordinate to the mortgage to Standard Federal Savings Association in the same manner and with like effect as though the said late encumbrance had been executed and recorded prior to the ~~filed for record of~~ above said mortgage of First State Bank ~~said mortgage~~, but without in any manner releasing or relinquishing the lien of said earlier encumbrance upon said premises.

In witness whereof, the said corporation has caused its name to be signed by its Vice President this 14 day of June, 1994.

Signed in the Presence of:

FIRST STATE BANK

By: Christine L Tegeler
Christine L Tegeler

State of Iowa County of Delaware
be it remembered, that on this 14 day of June, 1994, before me, the undersigned, a Notary Public, in and for said State personally appeared the above name ~~Christine L Tegeler~~ First State Bank by Christine L Tegeler its Vice President who acknowledged the signing of the foregoing instrument to be his voluntary act and also that of said corporation for the use and purpose therein mentioned.

Lori Cole
Notary Public

LORI COLE
MY COMMISSION EXPIRES
8-10-96

CORPORATE SEAL

FILE No. 44-3784	FILED FOR RECORD THE 14 DAY OF June 1994 AT 4:14	STATE OF IOWA, DELAWARE COUNTY
RECORDING FEE $ 6.00	O'CLOCK P. M. BOOK 5 PAGE 12	Deborah L. Peyton, Recorder
TRANSFER FEE $		Misc.