2241-3424
DELAWARE COUNTY IOWA
FILED
'96 MAY 31 PM 3:57
BOOK 130 PAGE 12
DEBORAH L. PEYTON
DELAWARE CO. RECORDER
#35.00

1st St. Bank

Prepared by Ronald I. Snitker, 909 West Main, Manchester, IA 52057, 319-927-4580

CATHA L. CRAIG
NOTARY PUBLIC IOWA
MY COMMISSION EXPIRES

USDA-FmHA
Form FmHA 46
(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 Gary L. Helmrichs and Shirley E. Helmrichs 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 | 7-16-81 | 7-16-81 | Delaware Co. Recorder | 90 | 4 |
| Real Estate Mortgage | 7-18-84 | 7-18-84 | Delaware Co. Recorder | 96 | 90 |
| Real Estate Mortgage | 6-22-87 | 7-22-87 | Delaware Co. Recorder | 103 | 275 |
| Real Estate Mortgage | 5-11-93 | 6-7-93 | Delaware Co. Recorder | 119 | 123 |
| Real Estate Mortgage | 5-19-94 | 5-19-94 | Delaware Co. Recorder | 123 | 126 |

AND, First State Bank (called the "Lender") has agreed to loan $ 114,000.00 to Gary L. Helmrichs and Shirley E. Helmrichs (called the "Borrower") for the following purposes:

Refinance Esther W. Helmrichs Real Estate Contract

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:

The Northwest Quarter (NW¼) of the Southeast Quarter (SE¼), and the East One-Half (E½) of the Northwest Quarter (NW¼) of Section Twenty Two (22), Township Eighty Eight (88) North, Range Five (5), West of the Fifth P.M.

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 $ 114,000.00 .* 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.

DATE 5-31-96 BOOK 130 PAGE 12

IN WITNESS WHEREOF, The United States of America has caused this subordination to be signed on the 31st day of May, 19 96, pursuant to the delegated authority published in 7 CFR Part 1900, Subpart A.

WITNESS: _____

_____

UNITED STATES OF AMERICA,

BY Ronald I. Snitker

RONALD I. SNITKER

TITLE Agriculture Credit Manager

*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 West Main, Manchester, IA 52057 )

FmHA 460-2 (Rev. 9/88)

STATE OF Iowa

COUNTY OF Delaware } ss:

ACKNOWLEDGMENT

On this 31st day of May, 19 96, before me, the subscriber, a Notary Public, in and for the above county and State, appeared Ronald I. Snitker, known to me to be Agriculture Credit Manager, 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.

(SEAL)

My commission expires 8-31-97

*(To be filled in by County Clerk)*

NOTARIAL SEAL IOWA CATHY L. GREIF MY COMMISSION EXPIRES 8-31-97

Cathy L. Greif (Signature)

Cathy L. Greif
Notary Public (Title)