Abstract Co.

DELAWARE COUNTY IOWA
FILED ✓
1999 JN 23 PM 3:46
BOOK 1999 PAGE 205
DEBORAH L. PEYTON
DELAWARE CO. RECORDER
$23.00

THIS IS NOT A LINE OF CREDIT ALL ADVANCES ARE CUMULATIVE TOWARD THE TOTAL.

USDA
Form RD 460-2
(Rev. 4-97)

SUBORDINATION BY THE GOVERNMENT

Position 1 (Chattel Security)
Position 5 (Real Estate Security)

The United States of America acting through the United States Department of Agriculture (called the "Government") is the owner and holder of the following-described instruments executed by Albert J. Ruley **and** Linda M. Ruley **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	06/30/94	06/30/94	Delaware Co. Recorder	123	234
Real Estate Mortgage	06/30/94	06/30/94	Delaware Co. Recorder	123	233
Real Estate Mortgage	02/29/80	03/13/80	Delaware Co. Recorder	87	53

AND, Community Savings Bank **(called the "Lender") has agreed to loan $** 57,000.00 **to** Albert J. Ruley **and** Linda M. Ruley **(called the "Borrower") for the following purposes:**

Refinance Real Estate Contract with Frank and Frances Ruley

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) agrees 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 instruments insofar as they cover the following-described property and provided the Lender perfects a lien on that property:

The Northeast Quarter (NE¼) of Section Twenty-Six (26) Township Eighty-Nine (89) North, Range Four West of the 5th P.M. less property transferred to Delaware County for road purposes.

The loan will be for $57,000.00 at 8½% fixed rate for the first three years and then adjusted annually. The loan is a 20 year loan.

Please notify our office if the loan becomes delinquent.

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 $ 57,000.00 **.* 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 (1) for a purpose that will contribute the excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity, provided by 7 C.F.R. part 1940, subpart G, or (2) for any purpose not provided for above.**

IN WITNESS WHEREOF, The United States of America has caused this subordination to be signed on the 19th day of April, 1999, pursuant to the delegated authority published in 7 C.F.R. part 1900, subpart A.

UNITED STATES OF AMERICA,

WITNESS: _____

BY Shelia D. Smith
SHELIA D. SMITH

_____

TITLE Acting Farm Loan Manager

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 Department of Agriculture at the following address: 200 South 12th St., Manchester, IA 52057.)

STATE OF IOWA }
COUNTY OF DELAWARE } ss:

ACKNOWLEDGMENT

On this 19th day of April, 19 99, before me, the subscriber, a Notary Public, in and for the above county and State, appeared Shelia D. Smith, known to me to be Acting Farm Loan Manager, 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 the purposes mentioned in it.

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

[SEAL]

NOTARIAL SEAL IOWA
CATHY L. GREIF
MY COMMISSION EXPIRES
8-31-00

My commission expires _____

Cathy L. Greif (Signature)
Cathy L. Greif
Notary Public (Title)