DELAWARE COUNTY IOWA
FILED
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BOOK 2000 PAGE 736
DEBORAH L. PEYTON
DELAWARE CO RECORDER
$11.00

Do no write or type above this line; for record use only.

FORM 5119 (8-99)

RETURN TO Farm Credit Services of America — 909 W. Main, Manchester, IA 52057
PREPARER: Dorothy Palmer — 319-927-3159

CTL2: 101 CTL3: 122 CIF: 87062 Note #: 151

Farm Credit Services of America

SEVERANCE AGREEMENT

WHEREAS Lloyd Kelchen Grain, Ltd. (Debtors), of Delaware County, Iowa, have applied to Farm Credit Services of America, PCA (Secured Party) for a loan to be secured by the following described personal property:

53,000 GSI Grain Bin with drying floor and fans

which property is, or will be, affixed to the following described real estate:

	Sec.	Twp.	Rg.
E ½ NW ¼	1	90N	5W

in Delaware County, Iowa, owned by Lloyd and Rose Ann Kelchen (Owners).

NOW, THEREFORE, in consideration of the making of such loan by Secured Party the undersigned DEBTORS(S) AND OWNER(S) acknowledge that the above-described property shall retain its personal character and be treated as personal property and, regardless of any attachment to the above real estate, shall not become part of the real estate, but shall be and remain severed therefrom until all sums due Secured Party by Debtor(s) are paid in full; and in the event of default by Debtor(s) in the payment of any obligation due to Secured Party, Secured Party may remove said property from the real estate without liability to the undersigned Owner(s) of the real estate for any diminution in value of the real estate that may result from such removal.

DATED: January 10, 2000

Lloyd Kelchen
Lloyd Kelchen

Rose Ann Kelchen
Rose Ann Kelchen

INDIVIDUAL BORROWER ACKNOWLEDGMENT

STATE OF Iowa)
) ss
COUNTY OF Delaware)

On this 10th day of January, 2000, before me, a Notary Public, personally appeared Lloyd and Rose Ann Kelchen to me known to be the person(s) named in and who executed the foregoing instrument, and acknowledged that they executed the same as their voluntary act and deed.

(SEAL)

My commission expires 12-6-2002.

Mark H. Engelbrecht
Mark H. Engelbrecht
Notary Public in and for said County and State

LIENHOLDER SUBORDINATION

WHEREAS, the undersigned has a lienholder interest recorded in the real estate records covering the above described real estate and identified as:

Date Recorded: February 21, 1992
Recorded: in Book 116, Page 223

In consideration of the loan and for other valuable consideration, the undersigned hereby disclaims and subordinates any priority it/they may have by virtue of its/their lienholder interest in the real estate to the right, title, and interest in said property and any addition as thereto held by Secured Party; consents that Secured Party may enter upon the premises to inspect or remove said property; agrees that Secured Party may take possession of and remove said property, without notice to the undersigned and without liability to the undersigned for any diminution in value of the real estate incurred in removing said property or the necessity for replacing said property; and agrees that Secured Party may enforce its security interest against said property as personalty.

Dated: January 10, 2000

FARMERS SAVINGS BANK

Mark White, President

Jeffrey Juergens, Vice President

FARMERS SAVINGS BANK OF COLESBURG IOWA CORPORATE SEAL

CORPORATE BORROWER ACKNOWLEDGMENT (SEAL)

STATE OF Iowa)
) ss
COUNTY OF Delaware)

On this 14th day of January, 2000, before me, a Notary Public, personally appeared Mark White and Jeffrey Juergens to me known to be the person(s) named in and who executed the foregoing instrument, who did say that he/~~she~~ is President and 1st Vice President of the corporation; 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 by it and by him/her/them voluntarily executed.

(SEAL)

My Commission expires 5-1-01.

Jeanette K. Thein

[Notary's Name]
Notary Public in and for said County and State

JEANETTE K. THEIN Iowa NOTARIAL SEAL