City State Bank
P.O. Box 502
Central City IA
52214-0502

DELAWARE COUNTY IOWA
FILED
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BOOK 2001 PAGE 1448
DEBORAH L. REYON
DELAWARE CO. RECORDER
$11.00

Prepared by: Shelia D. Smith for FSA, 200 South 12th St., Manchester, IA 52057 (563) 927-4580

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 Jeffrey P. Freiburger **and** Angie L. Freiburger **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	03/17/00	03/17/00	Delaware County Recorder	2000	858

AND, City State Bank **(called the "Lender") has agreed to loan $** 90,833.58 **to** Jeffrey P. Freiburger **and** Angie L. Freiburger **(called the "Borrower") for the following purposes:**

Refinance Heritage Bank first mortgage

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 North one-half ($N\frac{1}{2}$) of the Northwest Quarter ($NW\frac{1}{4}$) of the Southeast Quarter ($SE\frac{1}{4}$) of Section Nineteen (19) except beginning at the Southeast corner thereof and running thence North three (3) rods, thence Southwesterly twenty eight (28) rods, thence South two (2) rods to the south line of said North one-half ($N\frac{1}{2}$) of the Northwest Quarter ($NW\frac{1}{4}$) of the Southeast Quarter ($SE\frac{1}{4}$), thence East twenty seven and one-half ($27\frac{1}{2}$) rods to the point of beginning, and the East one-half ($E\frac{1}{2}$) of the Southwest Quarter ($SW\frac{1}{4}$), and Lots Ten (10), Eleven (11) and Twelve (12) of the Subdivision of the West one-half ($W\frac{1}{2}$) of the Southwest Quarter ($SW\frac{1}{4}$), and that part of the Southwest Quarter ($SW\frac{1}{4}$) of the Northeast Quarter ($NE\frac{1}{4}$) described as commencing sixty (60) rods West of the Southeast corner of said Southwest Quarter ($SW\frac{1}{4}$) of the Northeast Quarter ($NE\frac{1}{4}$), running thence East sixty (60) rods, thence North thirty five and one-half ($35\frac{1}{2}$) rods, thence West forty four (44) rods, thence Southwesterly thirty eight (38) rods to the point of beginning, and the Southeast Quarter ($SE\frac{1}{4}$) of the Southeast Quarter ($SE\frac{1}{4}$) of the Northwest Quarter ($NW\frac{1}{4}$), all in Section Nineteen (19), and the East one-half ($E\frac{1}{2}$) of the Northeast Quarter ($NE\frac{1}{4}$) of the Northwest Quarter ($NW\frac{1}{4}$) of Section Thirty (30), all in Township Eighty Eighty (88) North, Range Three (3), West of the Fifth P.M. This subordination references City State Bank loan number 48053. The maturity date of this loan will be January 31, 2021.

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 $ 90,833.58 **.* 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 20th day of April, 2001, 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 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 20th day of April, 2001, before me, the subscriber, a Notary Public, in and for the above county and State, appeared Shelia D. Smith, known to me to be 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 8-31-03

My commission expires _____

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