DELAWARE COUNTY IOWA
FILED
2001 MAY 29 AM 10: 15
BOOK 89, PAGE 115
DEBORAH L. FEYTON
DELAWARE CO. RECORDER
26.00

PREPARED BY:
First Federal Savings Bank 605 State St., LaCrosse, WI 54601
608-784-8000 Ext. 565

Parcel ID: 000630294108200

L116

SUBORDINATION AGREEMENT

97098876

THIS SUBORDINATION AGREEMENT is made this 27th day of April, 2001, by and between PEOPLES STATE BANK, a corporation, with a place of business at 1218 WEST MAIN, MANCHESTER IA 52057 and First Federal Savings Bank La Crosse - Madison a corporation, with a place of business at 605 State Street, La Crosse, WI 54601.

WHEREAS,

DAVID LAWSON AND SANDRA LAWSON, HUSBAND AND WIFE

("Borrower") executed and delivered to PEOPLES STATE BANK mortgage in the sum of FORTY FIVE THOUSAND & 00/100 Dollars (U.S. $45,000.00) dated 2/11/99, and recorded 2/17/99 in Mortgage Book Volume 1999 page 554 in the records of Document #

Delaware County, which mortgage is a lien on the following described property:

THE EAST 42 FEET OF THE WEST 1/2 OF LOT 4, BURRINGTON'S ADDITION TO MANCHESTER, IOWA, ACCORDING TO PLAT RECORDED IN BOOK I L.D., PAGE 245.

State of Iowa

WHEREAS, the Borrower executed and delivered to First Federal Savings Bank La Crosse - Madison, a mortgage in the sum of EIGHTY THREE THOUSAND FIVE HUNDRED & 00/100 Dollars (U.S. $83,500.00), which mortgage is intended to be recorded herewith in the records of Delaware County;

WHEREAS, First Federal Savings Bank La Crosse - Madison has required as a condition of its loan to Borrower that the lien of the mortgage executed by Borrower to PEOPLES STATE BANK be subordinated to the lien of the mortgage executed by Borrower to First Federal Savings Bank La Crosse - Madison, to which PEOPLES STATE BANK has agreed on the conditions provided herein, NOW THEREFORE, intending to be legally bound hereby, the undersigned agree as follows:

1. That the lien of mortgage executed by the Borrower to PEOPLES STATE BANK is and shall be subordinated to the lien of the mortgage executed by the Borrower to First Federal Savings Bank La Crosse - Madison;

provided, however, that the lien of the mortgage to
PEOPLES STATE BANK
shall be subordinated to the lien of the mortgage to First Federal Savings Bank La Crosse - Madison only to the extent that the lien of the mortgage to First Federal Savings Bank La Crosse - Madison is, as a result of this Subordination Agreement, a validly perfect first lien security interest in the above-described property.

2. That the mortgage executed by the Borrower to PEOPLES STATE BANK is and shall be subordinated both in lien and payment to the mortgage executed by the Borrower to First Federal Savings Bank La Crosse - Madison, to the extent that the mortgage to First Federal Savings Bank La Crosse - Madison is, as a result of this Subordination Agreement, a validly perfect first lien security interest in the above-described property.

3. That to the extent of the mortgage of First Federal Savings Bank La Crosse - Madison is, as a result of this Subordination Agreement, a validly perfect first lien security interest in the above-described property, the lien of the mortgage executed by Borrower to First Federal Savings Bank La Crosse - Madison shall not be affected or impaired by a judicial sale under a judgment recovered under the mortgage made by the said Borrower to PEOPLES STATE BANK but any such sale shall be subject to the lien of the said mortgage executed by the Borrower to First Federal Savings Bank La Crosse - Madison, as well as any judgment obtained upon the bond or note secured thereby.

4. That the First Federal Savings Bank La Crosse - Madison shall notify in writing of any default under the terms of the mortgage executed by the Borrower to PEOPLES STATE BANK

IN WITNESS WHEREOF, the parties hereto have set their hands and seals hereto as of the date first above written.

PEOPLES STATE BANK

By: Jerry Burke

Title: Vice President

First Federal Savings Bank
La Crosse - Madison

By:

Title: Assistant Secretary

STATE OF
COUNTY OF

On this 1ST day of MAY , 2001 , before me, the undersigned officer, personally appeared JERRY BURKE, VICE PRESIDENT , who acknowledged himself to be the VICE PRESIDENT of PEOPLES STATE BANK and, being authorized to do so, executed the foregoing Subordination Agreement for the purpose therein contained by signing the name of the corporation by himself as VICE PRESIDENT .

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

Notary Public

My Commission Expires: 12-15-02

L116C

STATE OF Wisconsin
COUNTY OF La Crosse

On this 4th day of May , 2001 , before me, the undersigned officer, personally appeared , who acknowledged himself to be the Assistant Secretary of First Federal Savings Bank La Crosse - Madison and, being authorized to do so, executed the foregoing Subordination Agreement for the purpose therein contained by signing the name of the corporation by himself as Assistant Secretary

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

NOTARY PUBLIC CHERYL D. PROCTOR STATE OF WISCONSIN

Cheryl D. Proctor Notary Public
My Commission Expires: 02/01/2004