DELAWARE COUNTY IOWA
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2001 NOV 28 PM 3:15
DELORIS E. HERTON
DELAWARE COUNTY RECORDER
2001 4348
26.00

PREPARED BY: Martin J. Maloney
First Federal Savings Bank P.O. Box 1868
605 State Street La Crosse, WI 54601
608-784-8000 ext. 339

Parcel ID: 000630293000600

L116

SUBORDINATION AGREEMENT

97107766

THIS SUBORDINATION AGREEMENT is made this 6th day of November, 2001, by and between Farmers and Merchants Bank, a corporation, with a place of business at 101 E 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,

Craig L Larsen and Patricia L Larsen, husband and wife

("Borrower") executed and delivered to Farmers and Merchants Bank mortgage in the sum of THIRTY TWO THOUSAND SEVEN HUNDRED THIRTY EIGHT & 00/100 Dollars (U.S. $32,738.00) dated 7/19/97, and recorded 7/24/97 in Mortgage Book Volume 45 page 18 in the records of Document #

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

Lot 6 of the Plat of Tanglewood Subdivision-Plat No. 1, City of Manchester, Delaware County, Iowa according to plat recorded in Book 4 Plats, Page 95.

State of Iowa

WHEREAS, the Borrower executed and delivered to First Federal Savings Bank La Crosse - Madison, a mortgage in the sum of ONE HUNDRED SEVENTY THOUSAND & 00/100 Dollars (U.S. $170,000.00), 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 Farmers and Merchants Bank be subordinated to the lien of the mortgage executed by Borrower to First Federal Savings Bank La Crosse - Madison, to which Farmers and Merchants 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 Farmers and Merchants 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
Farmers and Merchants 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
Farmers and Merchants 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
Farmers and Merchants 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
Farmers and Merchants Bank

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

Farmers and Merchants Bank

By: Eric C. Anderson EVP
Eric C. Anderson

Title: Executive Vice President

First Federal Savings Bank
La Crosse - Madison

By: Martin J. Maloney
Martin J. Maloney

Title: Assistant Secretary

STATE OF Iowa
COUNTY OF Delaware

On this 15th day of September , 2001 , before me, the undersigned officer, personally appeared Eric C. Anderson , who acknowledged himself to be the Executive Vice President of Farmers and Merchants 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 Executive Vice President

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

Teresa J. Greve
Notary Public

My Commission Expires:

Teresa J. Greve
COMMISSION NUMBER 142426
My Commission Expires
02-19-02

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STATE OF Wisconsin
COUNTY OF La Crosse

On this 6th day of November, 2001, before me, the undersigned officer, personally appeared Martin J. Maloney, 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.

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

NOTARY PUBLIC CHERYL D. PROCTOR STATE OF WISCONSIN

RETURN TO: Review, Packaging, & Shipping Dept
First Federal Savings Bank
P O Box 1868
La Crosse, WI 54602-1868