DELAWARE COUNTY IOWA
FILED
2002 FEB -4 PM 2:13
BOOK 2002 PAGE 436
RECORDER'S NOTATION
DELAWARE COUNTY IOWA
21.00

AB

Prepared By: Julie Swanson, City of Manchester,208 E. Main, Manchester, IA 52057

SUBORDINATION AGREEMENT

WHEN RECORDED MAIL TO:

MSN SV-79 / DOCUMENT CONTROL DEPT.
P.O. BOX 10266
VAN NUYS, CALIFORNIA 91410-0266

LOAN #: 9479843

ESCROW/CLOSING #:

SPACE ABOVE FOR RECORDERS USE

THIS SUBORDINATION AGREEMENT is made this 14TH day of JANUARY, 2002,
by and between City of MANCHESTER, IOWA
MANCHESTER HOUSING REHABILITATION PROGRAM
a corporation, with a place of business at 208 E MAIN, MANCHESTER, IOWA 52057
and COUNTRYWIDE HOME LOANS INC.
P.O. BOX 10266
VAN NUYS, CALIFORNIA 91410-0266

1268 (9802) CHL (03/98) VMP MORTGAGE FORMS - (800)521-7291 2/98

Initials: _____

a corporation, with a place of business at

WHEREAS, Jerry L. Cramer & Nancy Jo Cramer
628 Prospect St
Manchester, Iowa 52057

("Borrower") executed and delivered to _____

mortgage in the sum of $24,860.00 — Twenty Four Thousand, eight hundred Sixty and no/100 —
dated 11-24-98, and recorded March 3, 1999
in Mortgage Book Volume 1999 page 711 in the records of
Delaware County, which mortgage is a lien on the following described property:

628 Prospect St.
Manchester, Iowa 52057

Further described as Lot Eight (8), except the West seven (7.0) feet thereof, of Hawker's First Addition to Manchester, Delaware County, Iowa, according to recorded in Book 2 Plats, Page 78, Delaware County, Iowa.

WHEREAS, the Borrower executed and delivered to Countrywide Home Loans Inc., a mortgage in the sum of $69,000 — Sixty Nine Thousand and no/100 —,
which mortgage is intended to be recorded herewith in the records of Delaware County;
WHEREAS, Countrywide Home Loans, Inc.
has required as a condition of its loan to Borrower that the lien of the mortgage executed by Borrower to City of Manchester, Iowa

be subordinated to the lien of the mortgage executed by Borrower to Countrywide Home Loans, Inc., to which 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 City of Manchester is and shall be subordinated to the lien of the mortgage executed by the Borrower to Countrywide Home Loans Inc.; provided, however, that the lien of the mortgage to City of Manchester shall be subordinated to the lien of the mortgage to Countrywide Home Loans Inc. only to the extent that the lien of the mortgage to Countrywide Home Loans is 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 City of Manchester is and shall be subordinated both in lien and payments to the mortgage executed by the Borrower to Countrywide Home Loans, Inc., to the extent that the mortgage to Countrywide Home Loans, Inc. is, as a result of this Subordination Agreement, a validly perfect first lien security interest in the above-described property.

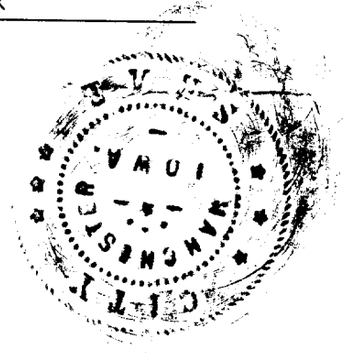
3. That to the extent the mortgage of Countrywide Home Loans Inc. is as a result of this Subordination Agreement, a validly perfect first lien security interest in the above-described property, the lien of the mortgage executed by Borrower to City of Manchester shall not be affected or impaired by a judicial sale under a judgment recovered under the mortgage made by the said Borrower to Countrywide Home Loans Inc. but any such sale shall be subject to the lien of the said mortgage executed by the Borrower to City of Manchester, as well as any judgment obtained upon the bond or note secured thereby.

4. That the Countrywide Home Loans, Inc. shall notify in writing of any default under the terms of the mortgage executed by the Borrower to Countrywide Home Loans Inc.

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

By: Milt L. Kramer
Milt L. Kramer
Title: Mayor

By: Karen K. Cole
Karen K. Cole
Title: City Clerk



STATE OF IOWA,
COUNTY OF DELAWARE SS.

On this 23rd day of January ,2002 before me, the undersigned, a Nortary Public in and for the State of Iowa, personally appeared Milt L. Kramer and Karen K. Cole, to me personally known, and, who, being by me duly sworn, did say that they are the Mayor and the City Clerk, respectively, of the City of Manchester, Iowa; that the seal affixed to the foregoing instrument is the corporate seal of the corporation, and that the instrument was signed and sealed on behalf of the corporation, by authority of its City Council, as contained in R-018-02 passed by the City Council on the 21st day of January ,2002 , and that Milt L. Kramer and Karen K. Cole acknowledged the execution of the instrument to be their voluntary act and deed of the corporation, by it voluntarily executed.

Julie A. Swanson
Julie A. Swanson #224151
Notary Public in and
for the State of Iowa

