OM
Farm Bank

DELAWARE COUNTY IOWA
FILED
2002 JAN 11 PM 2:35
BOOK 2002
DEBORAH L. FRYTON
DELAWARE CO RECORDER
11.00

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 LAVERNE WILLAM COOKSLEY, a single person and _____ of DUBUQUE County, State of IOWA :

Title of Instrument	*Date of Instrument*	*Date Filed*	*Office Filed*	*Document File or Book No.*	*Page No.*
R.E. Mortgage	3/7/78	3/9/78	Dubuque Co. Recorder	#1915-78	
R.E. Mortgage	1/24/79	1/26/79	Dubuque Co. Recorder	#601-79	
R.E. Mortgage	6/12/81	6/15/81	Dubuque Co. Recorder	#3604-81	
R.E. Mortgage	5/26/83	6/24/83	Dubuque Co. Recorder	#4404-83	
R.E. Mortgage	8/11/93	8/20/93	Delaware Co. Recorder	#310-590	
Financing Statement	8/16/93	8/16/93	Secretary of State	#K483048	

AND FARMERS & MERCHANTS BANK (called the "Lender") has agreed to loan $ 32,000.00 to LAVERNE WILLAM COOKSLEY and _____ (called the "Borrower") for the following purposes:

Funds are to be used to pay off ex-wife

1220-17

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:

Security is the following real estate: Northeast Quarter of the Northeast Quarter of Section 8; the Northeast Quarter of the Northwest Quarter, the North 3/4 of the Northwest Quarter of the Northwest Quarter, and the West 3/4 of the Northwest Quarter of the Northeast Quarter of Section 9; all in Township 87 North, Range 2 West of the 5th P.M., in Dubuque County, IA., according to the U.S. Government Servey thereof, subject to highway.

Note: The lender must incorporate in 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 for a purpose that will contribute to excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity

THIS SUBORDINATION IS TO BE TERM OUT FOR 15 YEARS.

This subordination is limited to the amount actually loaned by the Lender to the Borrower (principal and accrued interest) for the foregoing 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 $ 32,000.00 plus interest .* 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 27 th day of February, 2002, pursuant to the delegated authority published in 7 C.F.R. part 1900, subpart A.

UNITED STATES OF AMERICA,

WITNESS: _____

BY Dennis W Wilcox
DENNIS W. WILCOX

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: 210 Bierman rd, Epworth, IA 52045 .)

STATE OF IOWA
COUNTY OF DUBUQUE } ss:

ACKNOWLEDGMENT

On this 27 th day of February, 19~~xx~~ 2002, before me, the subscriber, a Notary Public, in and for the above county and State, appeared Dennis W. Wilcox, 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 Epworth, IA 52045 the day and year listed above.

SANDRALEE M SCOTT
Notarial Seal - Iowa
Commission # 1-3007
My Commission Expires 04-14-03

[SEAL]

Sandralee M. Scott (Signature)

SANDRALEE M. SCOTT
Notary Public (Title)

My commission expires 04-14-2003