Abstract Co.

DELAWARE COUNTY IOWA
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BOOK 2002 PAGE 4139
DEBORAH L. FENTON
DELAWARE CO. RECORDER
6.00

Subordination Agreement

Prepared by American Trust & Savings Bank, 895 Main St Dubuque IA 52001 (563) 583-1841, Agnes C. Scannell.

This Agreement made on the 23rd day of October 2002, by American Trust & Savings Bank, Dubuque, Iowa.

American Trust & Savings Bank now owns and holds a mortgage William A. Bauer and Robin K. Bauer, Husband and Wife, on the following described real property:

Parcel B in the NE ¼ - NE ¼ Section 25, T89N, and R3W DELAWARE County, Iowa, according to plat recorded in Book 6 Plats, Page 143.

Said mortgage is to secure the sum of $12,122.00 dated October 26, 2001, filed on November 19, 2001, as recorded in Book 2001, Page 4112 in the office of Delaware County, Iowa, Recorder.

The present record title holder, mortgage William A. Bauer and Robin K. Bauer, Husband and Wife, wishes to give another mortgage on the described property to American Trust & Savings Bank as security for a Promissory Note and American Trust & Savings Bank will not accept said mortgage unless prior mortgage held by American Trust & Savings is subordinated to the new mortgage.

Therefore, in consideration of the premises and to induce American Trust and Savings Bank to accept the mortgage on the described premises from William A. Bauer and Robin K. Bauer, Husband and Wife, American Trust & Savings Bank hereby covenants and agrees that the lien of the above described mortgage dated October 26, 2001, filed on November 19, 2001, as recorded in Book 2001, Page 4112 in the office of Delaware County, Iowa, Recorder, shall be SUBJECT AND SUBORDINATE to the lien of a new first mortgage by, William A. Bauer and Robin K. Bauer, Husband Wife, to American Trust and Savings Bank, said new mortgage not to exceed the sum of $59,000 dated October 23, 2002.

American Trust & Savings Bank

Frederick D. White, Vice President

Thomas D. Goric, Jr., Vice President

STATE OF IOWA)
) SS:
COUNTY OF DUBUQUE)

On this 25th day of October 2002, before me, the undersigned, a Notary Public in and for the State of Iowa, personally appeared Frederick D. White and Thomas D. Goric, Jr. to me known, who, being by me duly sworn, did say that they are the Vice President and Vice President of American Trust & Savings Bank, the Corporation executing the within and foregoing instrument; that the seal affixed thereto is the seal of said Corporation; that said instrument was signed and sealed on behalf of said Corporation by authority of its Board of Directors; and that the said Frederick D. White and Thomas D. Goric, Jr. as such officers acknowledge the execution of said instrument to be the voluntary act and deed of said Corporation, by it and voluntary executed.

Agnes C. Scannell

Agnes C. Scannell, Notary Public for the State of Iowa
Comm. Expires 09/24/05

NOTARIAL SEAL IOWA
AGNES C. SCANNELL
Commission Number 144816
My Commission Expires