DELAWARE COUNTY IOWA
FILED
2002 DEC 18 P11 2:25
BOOK 2002 PAGE 4802
DEBORAH L. HILTON
DELAWARE CO. RECORDER
11.00

C HUGHES, FIRST STATE BANK, BOX 439, MANCHESTER, IOWA 563-927-3814

SUBORDINATION AGREEMENT

Whereas, the undersigned is the holder of a certain real estate mortgage filed on September 25, 2001, in Book 2001 Page 3407 of the Delaware County Recorder's Office executed by David J. Heiar and Jane M. Heiar, covering the following described real estate, to-wit:

Lots Three (3), Four (4) and Five (5), Manchester, Iowa, according To the recorded Plat thereof; same being a part of the Southeast Quarter (SE 14/) of the Southeast Quarter (SE ¼) of Section Twenty Nine (29), Township Eighty-Nine (89) North, Range Five (5) West Of the Fifth Principal Meridian.

First State Bank does hereby subordinate all of its right, title and interest in the above described property in that certain mortgage to the mortgage with a stated amount of $90,000 dated December 11, 2002, executed by David J. Heiar and Jane M. Heiar and First State Bank, filed December 18 , 2002, in Book 2002 page 4800 assigned to Associated Mortgage, Inc.

Said Assignment of Mortgage dated December 11, 2002, executed by Christine L. Hughes and Joseph Wiewel of First State Bank, filed on December 18, 2002, in Book 2002, Page 4801 with the Delaware County Recorder's office.

DATED THIS 11TH DAY OF DECEMBER, 2002.

FIRST STATE BANK

BY: Christine L Hughes

Christine L. Hughes
Senior Vice President

BY: _____

Joseph Wiewel
President

STATE OF IOWA)
) ss.
DELAWARE COUNTY)

On this 11th day of December, 2002 before me, the undersigned, a Notary Public in and for said County and State, personally appeared Christine L. Hughes and Joseph Wiewel, to me personally known, who being by me duly sworn, did say that they are the Senior Vice President and President respectively, of said 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 Christine L.Hughes and Joseph Wiewel, as such officers acknowledged the execution of said instrument to be the voluntary act and deed of said corporation; by it and by them voluntarily executed.

Colleen M Meyer

Notary Public in and for the State of Iowa