DELAWARE COUNTY IOWA
FILED
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BOOK 3 PAGE 142
DEBORAH L. FENTON
DELAWARE CO. RECORDER
1,00

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 29, 2000, in Book 2000 Page 2894 of the Delaware County Recorder's Office executed by Joseph H. Schmidt and Mary B. Schmidt, covering the following described real estate, to-wit:

THAT PART OF THE SOUTHEAST QUARTER (SE 1/4) OF THE NORTHEAST QUARTER (NE 1/4) OF SECTION NINETEEN (19), TOWNSHIP EIGHTY NINE (89) NORTH, RANGE FIVE (5), WEST OF THE FIFTH PRINCIPAL MERIDIAN DESCRIBED AS COMMENCING AT A POINT ON THE EAST LINE OF SAID SOUTHEAST QUARTER (SE 1/4) OF THE NORTHEAST QUARTER (NE 1/4) THAT IS SIX HUNDRED TWENTY ONE AND SIXTY FIVE ONE-HUNDREDTHS (621.65) FEET SOUTH OF THE NORTHEAST CORNER OF SAID QUARTER-QUARTER, THENCE NORTH 53 DEGREES 57' WEST THREE HUNDRED TWENTY TWO AND FORTY FIVE ONE-HUNDREDTHS (322.45) FEET, THENCE SOUTH 35 DEGREES 23' WEST THREE HUNDRED TWETNY EIGHT AND FORTY NINE ONE-HUNDREDTHS (328.49) FEET, THENCE SOUTH 54 DEGREES 37' EAST ALONG THE NORTH LINE OF THE INDEPENDENCE AND MCCOUNTS ROAD FIVE HUNDRED FIFTY AND FIFTY SIX ONE-HUNDREDTHS (550.56) FEET TO THE EAST LINE OF SAID SOUTHEAST QUARTER (SE 1/4) OF THE NORTHEAST QUARTER (NE 1/4), THENCE NORTH THREE HUNDRED SEVENTY ONE AND FIFTY TWO ONE-HUNDREDTHS (371.52) FEET TO THE POINT OF BEGINNING.

Dupaco Community Credit Union 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 $116,000 dated January 3, 2003, executed by Joseph H. Schmidt and Mary B.Schmidt and First State Bank, filed January 9, 2003, in Book 2003 page 145 assigned to Associated Mortgage, Inc.

Said Assignment of Mortgage dated January 3, 2003, executed by Christine L. Hughes and Joseph Wiewel of First State Bank, filed on January 9, 2003, in Book 2003, Page 146 with the Delaware County Recorder's office.

DATED THIS 7th **DAY OF January, 2003.**

DUPACO COMMUNITY CREDIT UNION

BY: _____
JOHN KOPPES, SENIOR VICE PRESIDENT, BUSINESS

BY: _____
GREGG W LIDDLE, EXECUTIVE VICE PRESIDENT

STATE OF IOWA)
) ss.
DUBUQUE **COUNTY)**

On this 7th day of January, 2003, before me, the undersigned, a Notary Public in and for said County and State, personally appeared JOHN KOPPES and GREGG W LIDDLE, to me personally known, who being by me duly sworn, did say that they are the SR VP, BUSINESS and EXEC VP 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 JOHN KOPPES and GREGG W LIDDLE 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.

_____
Notary Public in and for the State of Iowa

KURT D WUERTZER
COMMISSION NUMBER 222185
MY COMMISSION EXPIRES
4-27-2005