DELAWARE COUNTY IOWA
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BOOK 3 PAGE 2600
DEBORAH L. PEYTON
DELAWARE CO RECORDER
11.00

Mail To: Marc Casey
Ref. to: The Members Group
3737 Westown Parkway
West Des Moines, IA 50266

Preparer Information: Marc W. Casey (Individual's Name) | 129 1st Avenue E (Street Address) | Dyersville (City) | (563) 875-7178 (Phone)

SUBORDINATION AGREEMENT

This Agreement made on the 22nd day of May, 2003, First State Bank.

First State Bank now owns and holds a Mortgage executed by Alan D. Schnieders and Shirley A. Schnieders, Husband and Wife, on the following described real property:

> Lot Four (4) of McGraw Second Subdivision A Subdivision Of Lot One (1) Of Lot B Of McGraw Subdivision In the Northeast Quarter (NE¼) Of The Southeast Quarter (SE¼) Of Section Eight (8), Township Eighty-Eight North (T88N), Range Five West (R5W) Of The Fifth Principal Meridian, Delaware County, Iowa, according to plat recorded in Book 6 Plats, Page 97.

Said Mortgage is to secure the sum of $25,000.00, dated August 29, 1998, and filed August 31, 1998, at Book 141, L.M., Page 199, in the Delaware County Recorder's Office.

The present record title holder, Alan D. Schnieders and Shirley A. Schnieders, Husband and Wife, wish to give another Mortgage on the described property to The Members Group as security for a Promissory Note and The Members Group will not accept said Mortgage unless prior Mortgage held by First State Bank is subordinated to the new Mortgage.

Therefore, in consideration of the premises and to induce The Members Group to accept the Mortgage on the described premises from Alan D. Schnieders and Shirley A. Schnieders, Husband and Wife, First State Bank hereby covenants and agrees that the lien of the above described Mortgage dated August 29, 1998, and filed August 31, 1998, at Book 141, L.M., Page 199, in Delaware County Recorder's Office, shall be SUBJECT AND SUBORDINATE to the lien of a new first Mortgage by Alan D. Schnieders and Shirley A. Schnieders, Husband and Wife, said new Mortgage not to exceed the sum of $81, 500.00, dated May 23, 2003.

FIRST STATE BANK

Lori Cole
Vice President

Christine L Hughes
Senior Vice President

STATE OF IOWA)
) SS:
COUNTY OF DELAWARE)

On this 22nd day of May, 2003, before me, the undersigned, a Notary Public in and for the State of Iowa, personally appeared LORI COLE, VICE PRESIDENT to me known, who, being by me duly sworn, did say that they are the _____ and CHRISTINE L. HUGHES SR.V.P. of 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 LORI COLE and CHRISTINE L. HUGHES as such officers acknowledge the execution of said instrument to be the voluntary act and deed of said Corporation, by it and voluntary executed.

Notary Public in and for the
State of Iowa