DELAWARE COUNTY IOWA
FILED
2003 AU -1 AM 10: 00
BOOK 3 PAGE 3697
DEBORAH L HEYTON
DELAWARE CO RECORDER
11.00

Lenders Management
954 N. Main Ave
Sioux Center, IA 51250

Prepared by: City of Manchester, 208 E. Main Street, Manchester, Iowa 52057 (563) 927-3636

SUBORDINATION AGREEMENT

On this 21st day of October, 2002, the City of Manchester, Iowa, as holder of the Manchester Home Ownership Assistance Program Forgivable Loan to Mark Klein and Janet Klein, dated August 16, 1996, and recorded October 10, 1996, in Book 42 T.L.M., Page 98 does hereby agree to subordinate said mortgage lien to the mortgage lien of Aames Home Loan dated October 30, 2002 and filed the 12th day of November, 2002 in Book 2002, Page 4252 of the records of the Delaware County Recorder on the following described real estate in Delaware County, Iowa:

Lot Twelve (12) of Grayson's First Subdivision, a Subdivision of Lot Twelve (12) of Sun Rise Acres Addition, City of Manchester, Delaware County, Iowa, according to plat recorded in Book 3 Plats, Page 182.

The Forgivable Loan Agreement with the City of Manchester will be junior and inferior to the lien of Aames Home Loan dated on the 30th day of October, 2002.

CITY OF MANCHESTER IOWA SEAL

Milt L. Kramer, Mayor

Erin Rempe, City Clerk

STATE OF IOWA)
) ss:
COUNTY OF DELAWARE)

On this 21st day of October, 2002, before me, Julie A. Swanson, a Notary Public in and for the State of Iowa, personally appeared Milt L. Kramer and Erin Rempe, to me personally known, and who, being by me duly sworn, did say they are the Mayor and City Clerk, respectively, of the City of Manchester, Iowa, that the seal affixed to the foregoing instrument is the corporate seal of the corporation, and that the instrument was signed and sealed on behalf of the corporation, by the authority of the City Council, as contained in Resolution Number R-152-2002 adopted by the City Council on the 21st day of October, 2002, and that Milt L. Kramer and Erin Rempe acknowledge the execution of the instrument to be their voluntary act and deed and the voluntary act and deed of the corporation, by it voluntarily executed.

Julie A. Swanson, Notary Public

NOTARIAL SEAL IOWA
JULIE A. SWANSON
Commission Number 224151
My Comm. Exp. 8-23-05

Please Return Recorded Instrument To:
Lenders' Management Corp.
954 North Main Avenue
Sioux Center, IA 51250