Tom Hanson

DELAWARE COUNTY IOWA
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BOOK 2003 PAGE 4014
DEBORAH L. FRISCH
DELAWARE CO. RECORDER
1010

Prepared By: State Farm Bank 7500 W. Fefferson Blvd, Fort Wayne, IN 46804

SUBORDINATION AGREEMENT

KNOW ALL MEN BY THESE PRESENTS THAT:

STATE FARM BANK, F.S.B., as present legal holder and owner of that certain Mortgage between PATRICK A. SCHMITZ, , a single person, as Mortgagor(s) to STATE FARM BANK, F.S.B., in the amount of FIFTY THOUSAND DOLLARS ($50,000.00), and dated MAY 9, 2003, and recorded JUNE 4, 2003, in Book 2003, Page 2686, and is described as follows:

EXHIBIT A

For a valuable consideration, the receipt of which is hereby acknowledged, has and by these presents does **WAIVE THE PRIORITY OF THE LIEN** of the said mortgage insofar as the following described mortgage is concerned, but not otherwise:

That certain Mortgage dated on or about August 14, 2003, by PATRICK A. SCHMITZ, a single person, as Mortgagor(s) to STATE FARM BANK, F.S.B., **ITS SUCCESSORS AND/OR ASSIGNS**, as Mortgagee, securing payment of a note in an amount not to exceed TWO HUNDRED TWENTY- SIX THOUSAND DOLLARS ($226,000.00), The undersigned STATE FARM BANK, F.S.B.,, hereby consenting that the lien of the mortgage first above described be taken second and inferior to mortgage last above described.

WITNESS my hand and seal this 23rd day of July, 2003

STATE FARM BANK, F.S.B.

John D Brase

NAME: John D Brase
TITLE: Home Equity Supervisor

ATTEST:

_____

NAME:
TITLE:

_____

NAME:
TITLE:

STATE OF: Missouri

COUNTY OF : St. Charles

The foregoing instrument was acknowledged before me this 23rd day of July 2003, by John D Brase of ___ STATE FARM BANK, F.S.B, _____ an Illinois Corporation, on behalf of the Corporation.

Harold M Taylor

NOTARY PUBLIC

Notary Public Notary Seal State of Missouri

HAROLD M. TAYLOR
St. Charles County
My Commission Expires
July 11, 2007

MY COMMISSION EXPIRES:
07-11-07

This document has been prepared by: Charesia Foley, State Farm Bank, F.S.B.7500 West Jefferson Boulevard Fort Wayne, IN 46804 - **Loan #** 2164216 subagree.doc

EXHIBIT A

Lot One Hundred Thirty (130) of "Clair-View Acres at Delhi, Iowa" in Sections Twenty Three (23) and Twenty Six (26), Milo Township, Delaware County, Iowa, according to plat recorded in Book 2 Plats, Page 200 #2, and also all that land lying Westerly and Southwesterly of said Lot One Hundred Thirty (130) within the extensions of the Southerly and Northwesterly sides of said Lot extending into the Maquoketa River to the West line of the Northeast Quarter (NE¼) of the Southeast Quarter (SE¼) of Section Twenty Three (23), Township Eighty Eight (88) North, Range Five (5), West of the Fifth P.M., also that part of the West three-eighths (W 3/8) of the Northeast Quarter (NE¼) of the Southeast Quarter (SE¼) of Section Twenty Three (23), Township Eighty Eight (88) North, Range Five (5), West of the Fifth P.M., Delaware County, Iowa, described as beginning at the Northwest corner of said Lot One Hundred Thirty (130), thence North 70° 15' 30" East two hundred eighty two and thirty six hundredths (282.36) feet along the Northwesterly line of said Lot One Hundred Thirty (130) to the Northeast corner of said Lot One Hundred Thirty (130), thence South 84° 22' 52" East two hundred twenty nine and sixty five hundredths (229.65) feet to the East line of said West three-eighths (W 3/8), thence North 0° 19' 44" West four hundred twenty two and ninety eight hundredths (422.98) feet along said East line to the South line of the North six and four-tenths (6.4) rods of said West three-eighths (W 3/8), thence South 87° 45' 53" West four hundred ninety five (495) feet along said South line to the West line of said Northeast Quarter (NE¼) of the Southeast Quarter (SE¼), thence South 0° 19' 44" East four hundred seventy six and fifty six hundredths (476.56) feet along said West line to the point of beginning; and that part of said West three-eighths (W 3/8) described as beginning at the Northwest corner of said Lot One Hundred Thirty (130), thence South 0° 19' 44" East seventy (70) feet along the West line of said Northeast Quarter (NE¼) of the Southeast Quarter (SE¼), thence South 60° 48' 05" East twenty nine and four hundredths (29.04) feet to the West line of said Lot One Hundred Thirty (130), thence North 17° 00' 51" West eighty eight and two hundredths (88.02) feet along said West line to the point of beginning. That part of the Southeast Quarter (SE¼) of Section Twenty Three (23), Township Eighty Eight (88) North, Range Five (5), West of the Fifth P.M. described as commencing at the East Quarter corner of said Section Twenty Three (23), thence North 89° 37' 53" West five hundred sixty one and nine-tenths (561.9) feet along the North line of said Southeast Quarter (SE¼) to the centerline of a county road and the point of beginning, thence South 01° 32' 17" East along said centerline one hundred five and sixty six hundredths (105.66) feet, thence North 89° 37' 53" West seven hundred seventy four and sixty eight hundredths (774.68) feet to the West line of the Northeast Quarter (NE¼) of said Southeast Quarter (SE¼), thence North 00° 21' 39" East along said West line one hundred five and six-tenths (105.6) feet to the North line of said Southeast Quarter (SE¼), thence South 89° 37' 53" East seven hundred seventy one and eighteen hundredths (771.18) feet along said North line to the point of beginning.