Farm Credit Services
909 W. Main
Manchester IA
52057

DELAWARE COUNTY IOWA
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BOOK AMY PAGE 495
DELAWARE COUNTY RECORDER
38.00

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FSA-460-2
(03-19-03)

U.S. DEPARTMENT OF AGRICULTURE
Farm Service Agency

SUBORDINATION BY THE GOVERNMENT

Position 1 (Chattel Security)
Position 5 (Real Estate Security)

1. The United States of America acting through the United States Department of Agriculture (called the "Government") is the owner and holder of the following-described instruments executed by *(a)* CALVIN PAUL GIBBS AND DONNA MAE GIBBS of *(b)* DELAWARE County, State of *(c)* IOWA:

Title of Instrument (d)	*Date of Instrument* (e)	*Date Filed* (f)	*Office Filed* (g)	*Document File or Book No.* (h)	*Page No.* (i)
RE MORTGAGE	03/08/1985	03/08/1985	DELAWARE CO REC	97	155
RE MORTGAGE	02/28/1994	03/04/1994	DELAWARE CO REC	122	154
RE MORTGAGE	05/30/2003	05/30/2003	DELAWARE CO REC	2003	2605

AND, *(j)* FARM CREDIT SERVICES (called the "Lender") has agreed to loan *(k)* $ 123,500.00 to *(l)* CALVIN PAUL GIBBS and DONNA MAE GIBBS (called the "Borrower") for the following purposes: *(m)*

REFINANCE REAL ESTATE CONTRACT WITH ARTHUR AND LAURABELLE FELDMANN

THE MONIES BORROWED ARE TO BE REPAID BY MAY 1, 2014

2. THEREFORE, in consideration the Lender's agreement to make such loan to Borrower, the Government (1) consents to the Borrower obtaining the loan from the Lender for such purposes, and (2) agrees to and does subordinate in favor of the Lender and its successors and assigns its liens of security interests created or evidenced by the above-described instruments insofar as they cover the following-described property and provided the Lender perfects a lien on that property: The South one-half (S1/2) of the Southwest Quarter (SW1/4) of Section Thirty Two (32) Township Eighty Eight (88) North, Range Three (3), West of the Fifth P.M., except the West Thirteen (13) acres thereof; and the North Fractional one-half (Nfr1/2) of the Northwest Quarter (NW1/4) and the Northwest Fractional Quarter (NWfr1/4) of the Northeast Quarter (NE1/4) of Section Five (5), Township Eighty Seven (87) North, Range Three (3), West of the Fifth P.M.

3. This subordination is limited to (1) the amount actually loaned by the Lender to the Borrower (principal and accrued interest) for the foregoing purposes, (2) future advances for taxes, insurance, and payments on liens prior to the Lender's lien, and (3) the amount actually advanced for foreclosure costs made by the Lender. Any amount in excess of such amount will not be covered by this subordination unless prior written consent was obtained from the Government for incurring the expenditure in question:

4. The Lender must incorporate into the Borrower's note a statement that the loan will be in default should any proceeds of the loan funds obtained as a result of this subordination be used (1) for a purpose that will contribute to the excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity, as provided by 7 C.F.R. part 1940, subpart G or any successor regulation, or (2) for any purpose not provided for above.

5. *(NOTE TO LENDER: You are advised to obtain a perfected security interest on the above property. When the indebtedness has been satisfied, please mark this form "PAID IN FULL" and return it to the Department of Agriculture at the following address:

FARM SERVICE AGENCY
200 SOUTH 12TH ST
MANCHESTER IA 52057)

6. IN WITNESS WHEREOF, The United States of America has caused this subordination to be signed on the *(a)* 10TH day of *(b)* FEBRUARY, 2004 .

UNITED STATES OF AMERICA,

WITNESS: *(c)* _____

(d) _____

BY *(e)* Shelia D. Smith
SHELIA D. SMITH

TITLE *(f)* FARM LOAN MANAGER

7. ACKNOWLEDGMENT

STATE OF *(a)* IOWA
COUNTY OF *(b)* DELAWARE } *ss.*

On this *(c)* 10TH day of *(d)* FEBRUARY, 2004, before me, personally appeared *(e)* SHELIA D. SMITH, to be known to me to be the same person whose name is subscribed to the foregoing instrument, and acknowledged that he/she signed and delivered the instrument as his/hers free and voluntary act, for the uses and purposes set forth.

My commission expires: *(f)* _____

CATHY L. GREIF
Commission Number 175823
My Comm. Exp. 8-31-06

(g) Cathy L. Greif
NOTARY PUBLIC

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