DELAWARE COUNTY IOWA
FILED
2004 JUL 16 PM 2:51
BOOK 2004 PAGE 1446
DEBORAH L. HEYTON
DELAWARE CO. RECORDER
7.00

Rosemary Drees 101 E. Main St. Manchester, IA 52057 (563)927-4475

SUBORDINATION AGREEMENT

KNOW ALL MEN BY THESE PRESENTS THAT:

That Farmers and Merchants Savings Bank, as owner of the following Real Estate Mortgage executed by David W. Willie & Becky A. Willie recorded in the mortgage records of Delaware County, Iowa.

Date Recorded	Book No.	Page No.
November 13, 2003	2003	5373

For valuable consideration Farmers and Merchants Savings Bank (called the "Lender") hereby subordinates their rights under said mortgage of the following described property:

5 acres m/l described as South ½ of East ¼ of SW ¼ of SW ¼ of Sec. 12, T88N-R6W

to the rights created by the following described instrument:

Real Estate Mortgage recorded in the office of the Delaware County, Iowa, Recorders Office and filed for record the 13th day of November, 2003, at Book 2003, Page 5375.

Signed and executed this 14th day of July, 2004

Farmers & Merchants Savings Bank

BY: Scott J. Wegmann V.P.
Scott J. Wegmann, Vice Pres.

BY: Diane C. Hammell
Diane C. Hammell, CFO & Cashier

State of Iowa Delaware County, ss:

On this 14th day of July, 2004, before me, Rosemary Drees a Notary Public in and for the County of Delaware, State of Iowa, appeared Scott J. Wegmann and Diane C. Hammell to me known, who being by me duly sworn, did say that Scott J. Wegmann is the Vice President and Diane C. Hammell is the CFO and Cashier of the Farmers & Merchants Savings Bank, a corporation located at Manchester, Iowa, and that the seal affixed to the said instrument is the corporate seal of the said corporation, and that said instrument was by them signed and sealed in behalf of said corporation by authority of its Board of Directors, and said Scott J. Wegmann and Diane C. Hammell acknowledged the execution of this instrument to be the voluntary act and deed of the said corporation, by them voluntarily executed.

Witness my hand and notarial seal, the day and year last above written.

Rosemary Drees
Notary Public in and for Delaware County, Iowa

NOTARIAL SEAL IOWA
Rosemary Drees
COMMISSION NUMBER 144070
My Commission Expires
7/30/05