DELAWARE COUNTY IOWA
FILED
2005 JA 24 AM 11:00
BOOK 2005 PAGE 265
DEBORAH L. PEYTON
DELAWARE CO. RECORDER
7.00

Ons Title Guest
2477 County Rd 10
Mounds View, MN
55112

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

SUBORDINATION AGREEMENT

On this 10th day of January, 2005, the City of Manchester, Iowa, as holder of the Manchester Housing Rehabilitation Program Forgivable Loan to Earl and Rosemary Coghlan, dated March 30th, 1999, and recorded July 23rd, 1999, in Book 1999, Page 2574 does hereby agree to subordinate said mortgage lien to the mortgage lien of Homeowners Loan Corp. dated January 13, 2005 and filed the 24 day of January, 2005 in Book 2005, Page 265 of the records of the Delaware County Recorder on the following described real estate in Delaware County, Iowa:

The East sixty four and thirty five one-hundredths (64.35) feet of the South one hundred fifteen (115.0) feet of Lot Four (4), and the West thirty one and fifty five one-hundredths (31.55) feet of the South one hundred fifteen (115.0) feet of Lot Five (5) in Iowa Land Company's Addition to Manchester, Iowa, according to plat recorded in Book 4, L.D., Pages 484-485.

The Forgivable Loan Agreement with the City of Manchester will be junior and inferior to the lien of Homeowners Loan Corporation dated on the 13 day of January, 2005.

Milt L. Kramer
Milt L. Kramer, Mayor

Erin Rempe, City Clerk

STATE OF IOWA)
) ss:
COUNTY OF DELAWARE)

On this 11th day of January, 2005, 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-002-2005 adopted by the City Council on the 10th day of January, 2005, 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
Julie A. Swanson, Notary Public

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