Tom Hanson

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DEBORAH L. PEYTON, RECORDER/REGISTRAR
DELAWARE COUNTY IOWA

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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)* Rodney Duane Johnson and Colleen Sue Johnson 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	02/11/1999	02/11/1999	Del.Co.Recorder	1999	527
RE Mortgage	12/31/1997	12/31/1997	Del.Co.Recorder	137	195

AND, *(j)* Citizens State Bank (called the "Lender") has agreed to loan *(k)* $104,266.00 to *(l)* Rodney Duane Johnson and Colleen Sue Johnson (called the "Borrower") for the following purposes: *(m)*

Loan proceeds will be used to pay contract holder Roger Johnson $93,266 and repair the house and garage $11,000.
THE MORTGAGE/DEED OF TRUST SHOULD NOT CONTAIN ANY FUTURE ADVANCE CLAUSE AND SHOULD BE A CLOSED ENDED MORTGAGE/DEED OF TRUST.
The monies borrowed are to be repaid by March 24, 2035. Please notify our office if the loan becomes delinquent.

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:

See attached for legal description of property to be subordinated.

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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)* 24th day of *(b)* March, 2005 .

UNITED STATES OF AMERICA,

WITNESS: *(c)* _____ BY *(e)* Craig R. Thines
CRAIG R. THINES

(d) _____ TITLE *(f)* Farm Loan Manager

7. ACKNOWLEDGMENT

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

On this *(c)* 24th day of *(d)* March, 2005, before me, personally appeared *(e)* Craig R. Thines, 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) _____

NOTARIAL SEAL IOWA
CATHY L. GRUE
Commission Number 17
My Comm. Exp. 8-31-06

(g) Cathy L. Grue
NOTARY PUBLIC

ATTACHMENT TO REAL ESTATE SUBORDINATION - RODNEY DUANE JOHNSON AND COLLEEN SUE JOHNSON

The Southwest Quarter (SW¼) of the Northwest fractional Quarter (NWfr¼) of Section Three (3), Township Eighty Nine (89) North, Range Five (5), West of the Fifth P.M., except that part described as commencing at the Northwest corner thereof and running thence South 12° 19' West four hundred eighty nine and six-tenths (489.6) feet along the West line of said Northwest fractional Quarter (NWfr¼), thence South 80° 56' East two hundred fifty two (252.0) feet, thence North 5° 20' East sixty three and three tenths (63.3) feet, thence South 85° 40' East eighty four and eight-tenths (84.8) feet, thence North 6° 13' East one hundred ninety five (195.0) feet, thence South 89° 56' East nine hundred thirty six and six tenths (936.6) feet, thence South 7° 33' East thirty two and six-tenths (32.6) feet, thence South 86° 39' East one hundred fifty eight and three-tenths (158.3) feet, thence North 7° 35' East two hundred seventy one (271.0) feet, thence North 46° 56' West ninety two and nine-tenths (92.9) feet, thence South 89° 27' West one thousand three hundred twenty two and eight-tenths (1322.8) feet along the North line of the Southwest Quarter (SW¼) of the Northwest fractional Quarter (NWfr¼) to the point of beginning; AND, The East one-half (E½) of the Northwest Quarter (NW¼), and the West one-half (W½) of the Northeast Quarter (NE¼) of Section Three (3), Township Eighty Nine (89) North, Range Five (5), West of the Fifth P.M., except that part of the Southwest Quarter (SW¼) of the Northeast Quarter (NE¼) of Section Three (3), Township Eighty Nine (89) North, Range Five (5), West of the Fifth P.M., described as follows: The South 548 feet of the East 300 feet of the West 733 feet of said Southwest Quarter (SW¼) of the Northeast Quarter (NE¼) of Section Three (3).