Book 2010 Page 2606

Document 2010 2606 Type 04 008 Pages 1
Date 8/27/2010 Time 2:10:19PM
Rec Amt $9.00

DEBORAH L PEYTON, RECORDER/REGISTRAR
DELAWARE COUNTY IOWA

Prepared by: Chris Tegeler 300 E Main Street, Manchester, Iowa 563-927-3814

Return to: First State Bank 300 E Main St Manchester Iowa 563-927-3814

SUBORDINATION AGREEMENT

This Subordination Agreement made as of the day of August 26, 2010, by First State Bank [Name of original lender], having an address of 300 East Main St. PO Box 439, Manchester, Iowa 52057 ('Subordinator"), and First State Bank [Name of new lender], a corporation organized and existing under the laws of the State of Iowa with its principal place of business at 300 East Main St., P O Box 439, Manchester, Iowa 52057 ('Lender').

RECITALS:

A. Robert J. Murphy and Jane L. Murphy [Name of Borrower], of 304 S. Wayne Street [address], Manchester [city], Delaware [County], Iowa [state] ('Borrower'), has applied to Lender for a loan to be made to Borrower and to be evidenced by a promissory note secured by a mortgage covering certain real property.

B. The real property offered by Borrower as security to Lender is currently subject to the prior lien of the mortgage described below.

C. Lender will make such loan to Borrower only on the condition precedent that such mortgage be subordinated to the lien of the mortgage described below to be given by Borrower to Lender.

In consideration of the matters described above, and of the mutual benefits and obligations set forth in this agreement, the parties agree as follows:

SUBORDINATION OF EXISTING MORTGAGE

The mortgage to be subordinated covers real property described as: 304 S. Wayne St., Manchester, Ia 52057

and made on the 6th day of June, 2007 between Robert J. Murphy and Jane L. Murphy, husband and wife, [Borrower] and First State Bank [Subordinator], and filed or recorded on June 15, 2007 in Book 2007. Page 1932, of the records of the County of Delaware, State of Iowa, shall be and the same is now subordinated and made subject and subsequent to the lien of that certain mortgage covering the real property referenced above, dated July 1, 2010 between Robert J. Murphy and Jane L. Murphy, husband and wife [Borrower] and First State Bank [Lender], and filed or recorded on the 26th of July, 2010, in Book 2010 Page 2267 of the records of the County of Delaware, State of Iowa.

The undersigned Subordinator has executed this agreement at 300 East Main, Manchester, Iowa

First State Bank
SUBORDINATOR

By: _____

Joseph Wiewel, President

By: Christine L Tegeler

Christine L. Tegeler, Sr. V.P.

FIRST STATE BANK - CORPORATE SEAL - MANCHESTER IOWA

ACKNOWLEDGEMENT FOR SATISFACTION - BY CORPORATION

STATE OF IOWA Delaware County, ss.

On this August 26, 2010 before me, Barbara Topping, a Notary Public in and for Delaware County, Iowa appeared Christine L. Tegeler and Joseph Wiewel to me personally known, who being by me duly sworn, did say that Christine L Tegeler is the Senior Vice President, and that Joseph Wiewel is the President of First State 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 the said corporation, by authority of its Board of Directors, and said Christine L Tegeler and Joseph Wiewel acknowledged the execution of this instrument to be 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.

Barbara Topping
Barbara Topping
Notary Public in and for Delaware County, Iowa

BARBARA TOPPING
Notarial Seal - Iowa
Commission # 148309
My Commission Expires 8-24-12