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DEBORAH L PEYTON, RECORDER/REGISTRAR
DELAWARE COUNTY IOWA

Document prepared by: William Robinson PO Box 100 Garnavillo, IA 52049 (563) 964-2341

BORROWER NAME AND ADDRESS	SUBORDINATING CREDITOR NAME AND ADDRESS	LENDER NAME AND ADDRESS
DAVID J. YOUNG TAMI S. YOUNG 114 ALICE STREET AURORA, IA 50607	THE GARNAVILLO SAVINGS BANK 101 S. MAIN STREET GARNAVILLO, IA 52049	GNB BANK 300 E MAIN STREET MANCHESTER, IA 52057

DATE: 10-09-2014

☐ If checked, refer to the attached addendum incorporated herein, for additional parties and their signatures.

DEBT SUBORDINATION AGREEMENT

SUBORDINATED DEBT. Check one.

☐ The Subordinated Debt is all current and future debts, liabilities and obligations that Borrower owes to Subordinating Creditor, whether direct or indirect, absolute or contingent, secured or unsecured, due or to become due, or created or acquired by assignment or otherwise, with all interest, fees and other amounts Borrower owes under the applicable loan or credit agreement or instrument.

☐ The Subordinated Debt will not include the following:

☒ The Subordinated Debt is the following specifically described debt: $557,473.51 TO THE GARNAVILLO SAVINGS BANK AS EVIDENCED BY OPEN END MORTGAGE DATED 4/11/2008 AND RECORDED IN BOOK 2008, PG 3030 AND OPEN END MORTGAGE DATED 4/11/2008 AND RECORDED BOOK 2008, PG 3243.

SENIOR DEBT. The Senior Debt is all current and future debts, liabilities and obligations that Borrower owes to Lender, whether direct or indirect, absolute or contingent, secured or unsecured, due or to become due, or created or acquired by assignment or otherwise, and post-petition bankruptcy advances, with all interest, fees and other amounts Borrower owes under the applicable loan or credit agreement or instrument.
Borrower currently owes the following debts, liabilities and obligations to Lender:

Borrower has requested that Lender provide Borrower with additional indebtedness, described as follows: $200,000.00 CONSTRUCTION LOAN FROM GNB BANK AS EVIDENCED BY DEED OF TRUST DATED 10/9/2014 AND RECORDED BOOK 2014, PG 2591

SUBORDINATION. Until the Senior Debt is fully paid, Borrower will not pay the Subordinated Debt or transfer or encumber the property securing the Subordinated Debt (check one)

☐ Subordinating Creditor will not receive or enforce (by set-off or other means) any payments on the Subordinated Debt until the Senior Debt is fully paid, except accrued interest on the Subordinated Debt when Borrower is not in default under any agreement with Lender.

☒ except as follows: THE SUBORDINATING CREDITOR SHALL CONTINUE TO RECEIVE THE MONTHLY PAYMENT OF PRINCIPAL AND INTEREST OF $8,425.00 UNTIL SUBORDINATED DEBT IS PAID IN FULL

Subordinating Creditor waives the right to receive or enforce any security for the Subordinated Debt. Subordinating Creditor will be subrogated to Lender's right to receive payments on the Senior Debt to the extent Lender receives payments on the Subordinated Debt. Subordinating Creditor may exercise this right of subrogation only after the Senior Debt is fully paid.

☐ **ADDITIONAL TERMS.**

SIGNATURES. By signing, Borrower, Subordinating Creditor and Lender agree to the terms contained in this Agreement. Borrower and Subordinating Creditor have signed this Agreement for the purposes stated after a complete reading and acknowledge receipt of a copy of this Agreement.

BORROWER:	SUBORDINATING CREDITOR:	LENDER:
DAVID J. YOUNG	THE GARNAVILLO SAVINGS BANK	GNB BANK
TAMI S. YOUNG	WILLIAM H.H. ROBINSON, PRESIDENT	

LISA GUCE
Commission Number 774674
My Commission Expires
9-4-2015

STATE OF IOWA,

COUNTY OF Buchanan SS:

On this 7 day of November, 2014, before me, the undersigned, a Notary Public in and for said State, personally appeared, **David J. Young and Tami S. Young**
To me known to be the identical persons named in and who executed the foregoing instrument and acknowledged that they executed the same as their voluntary act and deed.

IONA KEPPLER
COMMISSION NUMBER 753852
My Comm. Exp. 7-22-17

Iona Keppler, Notary Public

My Commission expires:

STATE OF IOWA)
) ss.
COUNTY OF CLAYTON)

The Garnavillo Savings Bank

On this 21st day of October A.D., 2014,
before me Georgianne R Kaiser a Notary Public appeared
William H.H. Robinson to me personally known, who being by me duly sworn, did say that he is the **President** of **The Garnavillo Savings Bank.** and the seal affixed to the within instrument is the corporate seal of said corporation and that said instrument was signed and sealed in behalf of said corporation, by authority of its board of directors, and said President acknowledged said instrument to be voluntary act and deed of said corporation.

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

GEORGIANNE R. KAISER
Commission Number 177772
My Commission Expires
January 27, 2016

Georgianne R Kaiser, Notary Public

STATE OF IOWA)
) ss.
COUNTY OF _____)

GNB Bank

On this _____ day of _____ A.D., _____, before me
_____ a Notary Public appeared
_____ to me personally known, who being by me duly sworn, did say that he is the _____ of the **GNB Bank.** and the seal affixed to the within instrument is the corporate seal of said corporation and that said instrument was signed and sealed in behalf of said corporation, by authority of its board of directors, and said _____ acknowledged said instrument to be voluntary act and deed of said corporation.

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

My Commission expires: _____, Notary Public