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Prepared by Union State Bank, 201 West Court, Winterset, Iowa 50273

2002 MAY 14 AM 11: 12

## SUBORDINATION AGREEMENT

MICKI UTSLER RECORDER MADISON COUNTY, IOWA

The undersigned Bank is the owner and holder of a note and mortgage (hereinafter collectively called the "Mortgage") made by Marguerite & Ralph Clark (hereinafter called "Borrower") and recorded on the 24th day of September XX2001 the office of the Madison County Recorder of the County of Madison , State of Iowa in Book 2001 of Mortgages, at Page 4278 and covering the following described premises (set forth legal description of property).



The South Half (1/2) of Lot Three(3) in Block One(1), Plat No. 1 to the Watts-Corkrean Addition to Winterset, Madison County, Iowa.

The Borrower has applied for a secured loan in the amount of \$\\_30,895,49\$ for a term of \\_20years from \\_Union \\_State \\_Bank (hereinafter called "lender"). Lender has declined to make such a loan unless the undersigned Bank subordinates its mortgage in the above described premises to lender.

The proceeds of this proposed loan will be used for the following purposes:

## Addition to building

The mortgage shall otherwise remain in full force and effect, the subordination herein provided being limited in application to the original term of the proposed loan herein set forth.

This Subordination Agreement shall be of no force or effect unless the proposed loan from Lender to Borrower is completed with <u>30</u> days from date of this Subordination Agreement.

This Subordination Agreement shall be binding upon the successors and assigns of the undersigned Bank and shall operate to the benefit of Lender, its successors and assigns.

## NOTICE

ORAL OR IMPLIED CHANGES TO THIS OR ANY OTHER CREDIT AGREEMENT(S) (EXCEPT CONSUMER LOANS OR OTHER EXEMPT TRANSACTION) WITH THE BANK ARE NOT ENFORCEABLE AND SHOULD NOT BE RELIED UPON. IMPORTANT: READ BEFORE SIGNING. THE TERMS OF THIS AGREEMENT SHOULD BE READ CAREFULLY BECAUSE ONLY THOSE TERMS IN WRITING ARE ENFORCEABLE. NO OTHER TERMS OR ORAL PROMISES NOT CONTAINED IN THIS WRITTEN CONTRACT MAY BE LEGALLY ENFORCED. YOU MAY CHANGE THE TERMS OF THIS AGREEMENT ONLY BY ANOTHER WRITTEN AGREEMENT. THIS NOTICE ALSO APPLIES TO ANY OTHER CREDIT AGREEMENTS (EXCEPT CONSUMER LOANS OR OTHER EXEMPT TRANSACTIONS NOW IN EFFECT BETWEEN THE BANK AND THE LENDER.

The undersigned acknowledges receipt of a copy of this instrument.  Dated this 12 to day of May 12x 2002
Dated this 3 reday of May 2 7 19x2002
Dated this Stratay of May 12 1 12 12 12 12 By Dure Sub By Jewell army
STATE OF IC.
COUNTY OF Madison )
On this 13th <sub>day</sub> of May 2002, before me, the undersigned, a Notary Public in and for the
State of Iowa, personally appeared <u>Dijane Gordon</u> and <u>Steve Warrington</u> ome personally
known, who, being by me duly sworn, did say that they are the Vice President and Sr. Vice
<u>President</u> respectively, of the corporation, executing the foregoing instrument, that (no seal has
been procured by)(the seal affixed thereto is the seal of) the corporation; that the instrument was singed (and sealed) on
behalf of the corporation by authority of its Board of Directors; that <u>Duane Gordon</u> and
Steve Warrington, acknowledged the execution of the instrument to be the voluntary act and deed of the



corporation by it voluntarily executed.