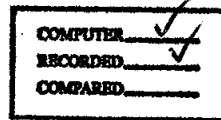


REC \$ 10<sup>00</sup>  
AUD \$ \_\_\_\_\_  
R.M.F. \$ 1<sup>00</sup>



2002 SEP 16 PM 1:01

MICKI UTSLER  
RECORDER  
MADISON COUNTY, IOWA

Prepared by: Steven D. Geiger, Principal Residential Mortgage, Inc., 2829 Westown Pkwy, Ste. 220, West Des Moines, Iowa 50266 515-221-7900

### SUBORDINATION OF MORTGAGE

43010200248460  
This instrument is made as of August 28, 2002, by Household Finance Industrial Loan Company of Iowa ("Lienholder"). Lienholder is the holder of a note secured by a mortgage (the "Second Mortgage") on the Mortgaged Property, dated April 9, 2002, executed by Gene B. Marsh and Gretchen I. Marsh and recorded on April 19, 2002 in Book 2002, at Page 1880, in the real estate records of Madison County, Iowa, pertaining to the real estate located at 415 NE Birch, Earlham, Iowa and further described as follows (the "Mortgaged Property"):

See Attached Legal

The Second Mortgage held by Lienholder is junior and subordinate to a mortgage (the "First Mortgage") held by Principal Residential Mortgage, Inc. on the Mortgaged Property. Gene B. Marsh and Gretchen I. Marsh, the owners ("Owners") of the Mortgaged Property desire to refinance the First Mortgage loan on the Mortgaged Property.

For good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Lienholder agrees as follows: *\*not to exceed*

The Second Mortgage held by Lienholder shall be subject and subordinate to a new mortgage ("New Mortgage") securing a loan originated by Principal Residential Mortgage, Inc. pertaining to the Mortgaged Property and securing a note in the amount \* One Hundred Thousand Seven Hundred Seventy-one Dollars (\$ 100,771.00), filed on the 16 day of September, 2002, in Book 2002 at Page 4544, in the office of the Madison County, Iowa recorder.

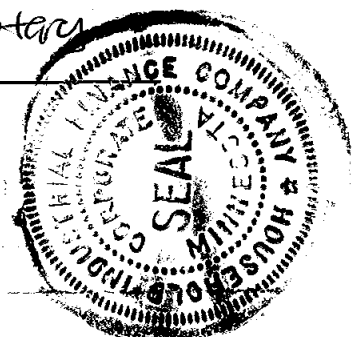
Lienholder acknowledges that Principal Residential Mortgage, Inc. is relying on this instrument in making the loan secured by the New Mortgage. Lienholder agrees that the New Mortgage shall have the same validity, priority and effect as if executed, delivered and recorded prior to the date of the Second Mortgage, provided, however, that nothing in this instrument shall in any way alter, change or modify the terms and conditions of the Second Mortgage, or in any way release or affect the validity or priority of the Second Mortgage, except as provided herein.

Entered into this 28 day of August, 2002.

Household Finance Industrial Loan Company of Iowa  
(Lienholder)

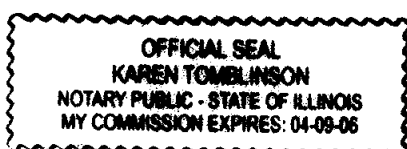
By: J. Menza  
(Signature) vice president  
Name: J. Menza

By: T. Hardy  
(Signature) asst secretary  
Name: T. Hardy



STATE OF Illinois )  
COUNTY OF DuPage ) ss.

On this 28 day of August, 2002, before me, a Notary Public, personally appeared J. Menza and T. Hardy, to me personally known to be the vice president and asst secretary of Household Finance Industrial Loan Company of Iowa, and who being by me duly sworn, subscribed their name to the foregoing instrument as an officer of said corporation and acknowledged the execution of such instrument as their voluntary act and deed of said corporation.



Karen Tomlinson  
Notary Public

## LEGAL DESCRIPTION

The following represents the legal description for the property located at 415 NE Birch, Earlham, IA 50072:

Lot Three (3) of McLaughlin Subdivision, an Official Plat in the City of Earlham, Madison County, Iowa, located in part of the South Half (1/2) of the Northwest Quarter (1/4) of the Northeast Quarter (1/4) of the Southeast Quarter (1/4) of Section Six (6), Township Seventy-seven (77) North, Range Twenty-eight (28) West of the 5th P.M., City of Earlham, Madison County, Iowa, more particularly described as follows: Commencing at the East Quarter Corner of Section Six (6), Township Seventy-seven (77) North, Range Twenty-eight (28) West of the 5th P.M., City of Earlham, Madison County, Iowa; thence North 90degrees00'00" West 622.19 feet along the North line of the Southeast Quarter (1/4) of said Section Six (6); thence South 00degrees12'37" West 321.93 feet to the Southeast Corner of Cook's Addition to the City of Earlham, which is the Point of Beginning; thence continuing South 00degrees12'37" West 321.93 feet along the West right-of-way line of NE Birch Ave; thence South 89degrees49'20" West 138.00 feet along the South line of the Northwest Quarter (1/4) of the Northeast Quarter (1/4) of the Southeast Quarter (1/4) of said Section Six (6); thence North 00degrees12'37" East 82.55 feet; thence Westerly 43.74 feet along a 230.00 feet radius curve concave Northerly with a 43.68 feet chord bearing North 74degrees45'51" West; thence North 69degrees18'58" West 21.15 feet; thence North 00degrees12'37" East 220.55 feet to the South line of said Cook's Addition; thence North 89degrees54'41" East 200.00 feet to the Point of the Beginning, containing 1.35 acres and is divided into 4 lots numbered 1 through 4 and Outlots "A" and "B",

