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R.M.F. \$ 2<sup>00</sup>

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BOOK 2003 PAGE 559

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MICKI UTSLER  
RECORDER  
MADISON COUNTY, IOWA

Prepared By: Samuel H. Braland, P.O. Box 370, Earlham, IA 50072 (515) 758-2267

### SUBORDINATION AGREEMENT

This Agreement is made by and between Earlham Savings Bank, an Iowa corporation, herein referred to as "ESB", and Raccoon Valley State Bank, an Iowa corporation, herein referred to as "RVSB",

#### WITNESSTH:

ESB is the owner and holder of a promissory note and mortgage (hereinafter collectively called the "mortgage") made by Susan D. Ramsey f/k/a Susan Dawn Boyle and Murray S. Ramsey, wife and husband, which mortgage was recorded on January 31<sup>st</sup>, 2003, in Book 2003, Page 558, in the Office of the Recorder of Madison County, Iowa. The mortgage covers the following described real estate, to-wit:

The undivided one-third interest of Susan D. Ramsey in and to:

The North Half (1/2) of the Northwest Quarter (1/4) of Section Twenty-seven (27), in Township Seventy-seven (77) North, Range Twenty-nine (29) West of the 5<sup>th</sup> P.M., Madison County, Iowa.



RVSB is the holder of two (2) mortgages that encumber all interest in and to said N1/2 NW1/4 of Section 27, T77N, R29W, 5<sup>th</sup> P.M., Madison County, Iowa. Those mortgages were recorded respectively on May 31, 1995 in Book 176, Page 724, and on March 27, 2000 in Book 216, Page 505, all in the Office of the Recorder of Madison County, Iowa.

In order to induce ESB to make a loan to Susan D. Ramsey and Murray S. Ramsey, wife and husband, that is secured by the mortgage recorded in Book 2003, Page 558, and in consideration of the consummation of said loan by ESB in reliance upon this

subordination agreement, RVSB hereby subordinates its mortgages to the mortgage of ESB as to, and only as to, the undivided one-third interest of Susan D. Ramsey in said N $\frac{1}{2}$  NW $\frac{1}{4}$ . ESB and RVSB hereby agree that ESB's mortgage recorded in Book 2003, Page 558, shall be superior in priority to RVSB's mortgages recorded in Book 176, Page 724, and Book 216, Page 505, on, as to, and only as to, Susan D. Ramsey's undivided one-third interest in said N $\frac{1}{2}$  NW $\frac{1}{4}$ .

ESB may extend the time of payment, make future advances, or otherwise alter the amount and terms of payment of its mortgage recorded in Book 2003, Page 558, and may deal with the security in any manner provided by the mortgage without impairing or affecting this subordination agreement and without incurring any liability thereby.

This agreement shall be binding on the successors in interest of the parties.

IN WITNESS WHEREOF, this agreement is executed this <sup>th</sup> 29 day of January, 2003.

EARLHAM SAVINGS BANK

By

Kristie Anker  
Kristie Anker, Assistant Vice President

(CORPORATE SEAL)

RACCOON VALLEY STATE BANK

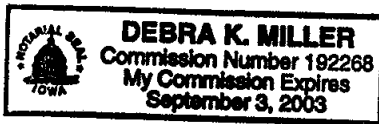
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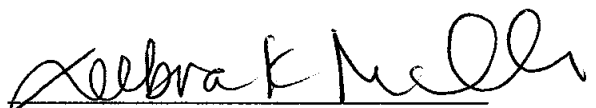
David H. [Signature]  
David H. [Signature], EVP

(CORPORATE SEAL)

STATE OF IOWA )  
 ) SS  
MADISON COUNTY )

On this 29<sup>th</sup> day of January, 2003, before me, the undersigned, a Notary Public in and for the State of Iowa, personally appeared Kristie Anker to me personally known, who, being by me duly sworn, did say that she is the Assistant Vice President of said corporation executing the within and foregoing instrument, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors; and that the said Kristie Anker as such officer acknowledged the execution of said instrument to be the voluntary act and deed of said corporation, by it and by them voluntarily executed.



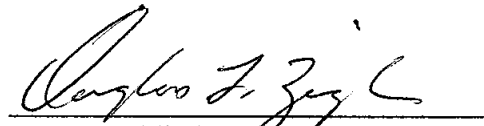
  
Notary Public in and for the  
State of Iowa.

(SEAL)

STATE OF IOWA )  
 ) SS  
DALLAS COUNTY )

On this 29<sup>th</sup> day of January, 2003, before me, the undersigned, a Notary Public in and for the State of Iowa, personally appeared Daniel J Hawkins and Oran T Ryan to me personally known, who, being by me duly sworn, did say that they are the President and Vice President of said corporation executing the within and foregoing instrument, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors; and that the said Daniel J Hawkins and Oran T Ryan as such officers acknowledge the execution of said instrument to be the voluntary act and deed of said corporation, by it and by them voluntarily executed.



  
Notary Public in and for the  
State of Iowa.