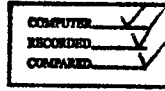


REC \$ 15⁰⁰
AUD \$
R.M.F. \$ 1⁰⁰ CC

FILED NO. 002020
BOOK 2003 PAGE 2020
2003 APR -9 PM 3: 16



MICKI UTSLER
RECORDER
MADISON COUNTY, IOWA

Farm Service Agency 815 E Hwy 92 Winterset, IA 50273 (515) 462-4884
FSA-460-2 U.S. DEPARTMENT OF AGRICULTURE
(03-19-03) Farm Service Agency

SUBORDINATION BY THE GOVERNMENT

Position 1 (Chattel Security)
Position 5 (Real Estate Security)

1. The United States of America acting through the United States Department of Agriculture (called the "Government") is the owner and holder of the following-described instruments executed by (a) Christopher Jon Endres and Melissa Lynn Endres of (b) Madison County, State of (c) Iowa :

| Title of Instrument (d) | Date of Instrument (e) | Date Filed (f) | Office Filed (g) | Document File or Book No. (h) | Page No. (i) |
|----------------------------|---------------------------|-------------------|-------------------------|----------------------------------|-----------------|
| Real Estate Mortgage | 06/24/02 | 06/24/02 | Clark County Recorder | 136 | 197 |
| Real Estate Mortgage | 06/24/02 | 07/24/02 | Madison County Recorder | 2002 | 3611 |

AND, (j) Bankers Bank (called the "Lender") has agreed to loan (k) \$ 108,000.00 to (l) Christopher Jon Endres and Melissa Lynn Endres (called the "Borrower") for the following purposes: (m)

To refinance 3.19 acres which includes the house. The acreage was taken as additional security for our Farm Ownership Loan.

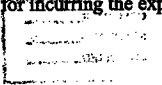
DUE 04/09/2033

2. THEREFORE, in consideration the Lender's agreement to make such loan to Borrower, the Government (1) consents to the Borrower obtaining the loan from the Lender for such purposes, and (2) agrees to and does subordinate in favor of the Lender and its successors in interest its liens of security interests created or evidenced by the above-described instruments insofar as they cover the above-described property and provided the Lender perfects a lien on that property:

SEE ATTACHED

Farm

3. This subordination is limited to (1) the amount actually loaned by the Lender to the Borrower (principal and accrued interest) for the foregoing purposes, (2) future advances for taxes, insurance, and payments on liens prior to the Lender's lien, and (3) the amount actually advanced for foreclosure costs made by the Lender. Any amount in excess of such amount will not be covered by this subordination unless prior written consent was obtained from the Government for incurring the expenditure in question:



4. The Lender must incorporate into the Borrower's note a statement that the loan will be in default should any proceeds of the loan funds obtained as a result of this subordination be used (1) for a purpose that will contribute to the excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity, as provided by 7 C.F.R. part 1940, subpart G or any successor regulation, or (2) for any purpose not provided for above.

5. *(NOTE TO LENDER: You are advised to obtain a perfected security interest on the above property. When the indebtedness has been satisfied, please mark this form "PAID IN FULL" and return it to the Department of Agriculture at the following address:

Farm Service Agency
815 E Hwy 92
Winterset, Iowa 50273

6. IN WITNESS WHEREOF, The United States of America has caused this subordination to be signed on the (a) 3rd day of (b) April, 2003

UNITED STATES OF AMERICA,

WITNESS: (c) _____ BY: (c) Gary Van Gelder
(d) _____ TITLE (d) Farm Loan Officer

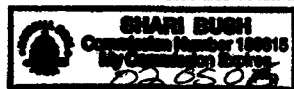
7. ACKNOWLEDGMENT

STATE OF (a) Iowa }
COUNTY OF (b) Madison } ss.

On this (c) 3rd day of (d) April, 2003, before me, personally appeared (e) Gary Van Gelder, to be

known to me to be the same person whose name is subscribed to the foregoing instrument, and acknowledged that he/she signed and delivered the instrument as his/hers free and voluntary act, for the uses and purposes set forth.

My commission expires:
(f) 02-05-08



(g) Shari Bush

NOTARY PUBLIC

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real estate in Madison County, Iowa:

Parcel "D" located in the Southwest Quarter (SW $\frac{1}{4}$) of the Northeast Quarter (NE $\frac{1}{4}$) of Section Three (3), Township Seventy-five (75) North, Range Twenty-six (26) West of the 5th P.M., Madison County, Iowa, more particularly described as follows: Commencing at the Northwest Corner of the Southwest Quarter (SW $\frac{1}{4}$) of the Northeast Quarter (NE $\frac{1}{4}$) of Section Three (3), Township Seventy-five (75) North, Range Twenty-six (26) West of the 5th P.M., Madison County, Iowa; thence South 0°02'29" West along the West line of the Southwest Quarter (SW $\frac{1}{4}$) of the Northeast Quarter (NE $\frac{1}{4}$) of said Section Three (3), 38.58 feet to a point on the centerline of an unpaved county road; thence North 89°41'58" East along said centerline, 327.72 feet to the point of beginning; thence South 87°07'05" East along said centerline, 327.59 feet; thence South 90°00'00" West, 353.34 feet; thence North 3°45'23" East, 417.15 feet to the Point of Beginning. Said parcel contains 3.190 acres, including 0.241 acres of County Road right-of-way.

INITIALS CJK DATE 6-24-02
INITIALS MC DATE 6-24-02
