

COMPUTER
RECORDED
COMPARED

REC \$ 5.00
AUD \$
R.M.F. \$

FILED NO. 1955
BOOK 180 PAGE 164
96 JAN 15 PM 2:42

USDA-FmHA
Form FmHA 460-2
(Rev. 9/88)

Position 1 - Chattel Security
Position 5 - Real Estate Security

MICHELLE UTSLER
RECORDER
MADISON COUNTY, IOWA

SUBORDINATION BY THE GOVERNMENT

The United States of America acting through the Administrator of the Farmers Home Administration (called the "Government") is the owner and holder of the following-described instrument(s) executed by Dan A. Alexander and Gayle A. Alexander of 116 South 7th St., Winterset, IA 50273 County, State of Madison Iowa:

Title of Instrument	Date of Instrument	Date Filed	Office Filed	Document File or Book No. Inst. No.	Page No.
Real Estate Mortgage	2-22-82	2-22-82	Madison Co Recorder	1120 Book 135	Page 490

AND Farmers & Merchants State Bank (called the "Lender") has agreed to loan \$ 27,599.46 to Dan A. Alexander and Gayle A. Alexander (called the "Borrower") for the following purposes:
Refinance (graduate) FmHA 502 Loan.

Note: Interest credit subsidy recapture amount if \$26,042.33. (1951, 407(c) and 1965, 106(b))

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) agree to and does subordinate in favor of the Lender and its successors and assigns its liens or security interests created or evidenced by the above-described instrument(s) insofar as they cover the following-described property and provided the Lender perfects a lien on that property:
The North Half (1/2) of the East (1/2) of Lot Seven (7) and the North Half (1/2) of Lot Eight(8) in Block Four (4) of Laughridge & Cassidy's Addition to the Town of Winterset, Madison County, Iowa.

116 South 7th St., Winterset, IA 50273

Interest Credit Subsidy Recapture (26,042.33) to be repaid when the dwelling is sold or no longer occupied by the above.

This subordination is limited to the amount actually loaned by the Lender to the Borrower (principal and accrued interest) for the forgoing purposes and also the amount actually advanced for foreclosure costs and other advances made or to be made by the Lender, for a total limitation not to exceed \$ 27,599.46. * Any amount which is in excess of this figure will not be covered by this subordination unless prior written consent was obtained from the Government for incurring the expenditure in question. 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 for a purpose that will contribute to excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity, as explained in Exhibit M of Subpart G of Part 1940 of Title 7 of the Code of Federal Regulations.

IN WITNESS WHEREOF, The United States of America has caused this subordination to be signed on the 4th day of January, 1986, pursuant to the delegated authority published in 7 CFR Part 1900, Subpart A.

WITNESS: _____

UNITED STATES OF AMERICA,
BY William E. Allen
WILLIAM E. ALLEN
TITLE Community Development Supervisor
Farmers Home Administration,
U.S. Department of Agriculture.

*(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 Farmers Home Administration at the following address: 1208 E 2nd Avenue, Indianola, IA 50125)