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SUBORDINATION AGREEMENT

KNOW ALL MEN BY THESE PRESENTS:

WHEREAS, N. F. Houston and JoAnn M. Houston, husband and wife

have executed a mortgage on the following described premises:

FILED NO. 1113
BOOK 135 PAGE 485
1982 FEB 19 PM 2:16
MARY E. WELTY
RECORDER Fee
MADISON COUNTY, IOWA $6.00

(See Reverse Side)

In Madison County, Iowa, to Federal Land Bank of Omaha which mortgage is recorded in Book 135, Page 483 of the records of said County; and

WHEREAS, the said mortgagors have executed a mortgage in favor of the Administrator of the Small Business Administration, an Agency of the Government of the United States of America (hereinafter referred to as SBA), which is recorded in Book 127, Page 284 of the records of Madison County, Iowa, and the SBA is the present owner thereof; and an Addendum to Real Estate Mortgage Filed No. 2665, Book 129, Page 375.

WHEREAS, the SBA recognizes said mortgage to Federal Land Bank of Omaha is a first and prior lien upon said premises, not to exceed $39,500.00 nor be increased without the prior written consent of SBA;

NOW, THEREFORE, in order to induce the Federal Land Bank of Omaha to rely upon this agreement and make a loan to the Mortgagor, and other good and valuable consideration, the receipt of which is hereby acknowledged, the SBA acknowledges the priority of said mortgage to Federal Land Bank of Omaha and specifically subordinates the SBA mortgage to said mortgage to Federal Land Bank of Omaha.

The SBA, by the execution of this Subordination Agreement, does not release the lien of its mortgage in any particular, but only subordinates and makes junior such lien to the mortgage of Federal Land Bank of Omaha.

and all corrections hereinafter.

Witness the hand and seal of the undersigned this 28th day of January, 1982.

SMALL BUSINESS ADMINISTRATION

BY: L S Kountz
L. S. Kountz

TITLE: Chief, Portfolio Management Division

STATE OF IOWA
SS
COUNTY OF POLK

On this 28th day of January, 1982, before me, a Notary Public, appeared L. S. Kountz, who being duly sworn, did say that he is an authorized official of the Small Business Administration, an agency of the United States Government, and that the foregoing instrument was signed by him on behalf of the Small Business Administration as the free act and deed of said Small Business Administration.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed by official seal, the date and year last above written.

CONSTANCE I. RILEY
MY COMMISSION EXPIRES
September 30, 1983

Constance I. Riley
NOTARY PUBLIC

My Commission Expires: 9-30-83

The South 30½ acres of the Southwest Quarter of the Southwest Quarter (SW¼ SW¼) of Section 24, except a tract commencing 189 feet East of the Northwest corner of said 30½ acres and running thence South 126½ feet, thence East 206 feet, thence North 103 feet, thence East to the East line of said 40-acre tract, thence North 23½ feet, thence West to the point of beginning, used for cemetary and a road to the same: and the South 30½ acres of the Southeast Quarter of the Southeast Quarter (SE¼ SE¼) of Section 23; and the North 53 1/3 acres of the West Half of the Northwest Quarter (W½ NW¼) of Section 25; and the North 53 1/3 acres of the East Half of the Northeast Quarter (E½ NE¼) of Section 26; all in Township 75 North, Range 27 West of the 5th P.M., Madison County, Iowa.