SUBORDINATION AGREEMENT

KNOW ALL MEN BY THESE PRESENTS:

WHEREAS, McDonalds' Porkel Corp., Cyrus B. McDonald, Marjorie Jean McDonald a/k/a Marjorie J. McDonald, Frank Arnold McDonald and Mary M. McDonald have executed a Financing Statement to John Hancock Mutual Life Insurance Company, which is recorded as G-8615 in the office of the Madison County, Iowa Recorder, and as G550075 in the office of the Iowa Secretary of State; and a Mortgage to John Hancock Mutual Life Insurance Company which is recorded in Mortgage Record 132, on Page 592 in the office of the Madison County, Iowa Recorder; and

WHEREAS, the said Mortgage and the said Financing Statement to John Hancock Mutual Life Insurance Company cover the following-described real property, along with certain personal property, also covered by Mortgages and Financing Statements to Creston Production Credit Association:

> The North Half of the Southeast Quarter of the Southeast Quarter (N½SE¼SE¼), and the East 30 feet of the South 20 acres of the Southeast Quarter of the Southeast Quarter (E 30' of S 20 ac SE¼SE¼) of Section Twenty (20); AND The East Half of the Southwest Quarter (E½SW¼) of Section Twenty-one (21); AND The West Half of the Northwest Quarter (W½NW¼) of Section Twenty-eight (28), All in Township Seventy-six (76) North, Range Twenty-eight (28) West of the 5th P.M., Madison County, Iowa

and

WHEREAS, the following-described Mortgages and Financing Statements cover the same real property and personal property, at least in part, described in said Mortgage and Financing Statement to John Hancock Mutual Life Insurance Company:

1. A mortgage to Creston Production Credit Association, dated December 15, 1978, and recorded in Mortgage Record 131, on page 682, which secures the repayment of a principal sum of $56,722, plus additional advances such that the total does not exceed $200,000.

2. A mortgage to Creston Production Credit Association dated September 19, 1979, and recorded in Mortgage Record 132 on Page 194, which secures the repayment of a principal sum of $441,923.04, plus additional advances such that the total does not exceed $550,000.

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BOOK 132 PAGE 616
1980 FEB -4 PM 4:42
MARY E. WELTY
RECORDER
MADISON COUNTY, IOWA

See 900

3. Creston Production Credit Association Financing Statement #G292050, filed January 28, 1977, in the Office of the Iowa Secretary of State.

4. Creston Production Credit Association Financing Statement #G468370, filed January 30, 1979, in the office of the Iowa Secretary of State.

5. Creston Production Credit Association Financing Statement #G465559, filed January 18, 1979, in the office of the Iowa Secretary of State;

and

WHEREAS, the Creston Production Credit Association recognizes said Financing Statement and Mortgage to John Hancock Mutual Life Insurance Company as a first and paramount lien, not to exceed $360,000 nor be increased without the prior written consent of Creston Production Credit Association to the extent that the above-described Creston Production Credit Association Mortgages and Financing Statements and the above-described John Hancock Mutual Life Insurance Company Financing Statement and Mortgage cover the same property.

NOW, THEREFORE, in order to induce the John Hancock Mutual Life Insurance Company to rely upon this agreement and make a loan to one or more of the parties granting the above-described Financing Statement and Mortgage to John Hancock Mutual Life Insurance Company, and other good and valuable consideration, receipt of which is hereby acknowledged, the Creston Production Credit Association acknowledges the priority of the above-described Financing Statement and Mortgage to John Hancock Mutual Life Insurance Company and specifically subordinates the above-described Creston Production Credit Association Mortgages and Financing Statements to the said Financing Statement and Mortgage to John Hancock Mutual Life Insurance Company, wherever recorded.

The Creston Production Credit Association, by the execution of this Subordination Agreement, does not release the lien of its Mortgages and Financing Statements in any particular, but only subordinates and makes junior such lien to the Financing Statement and Mortgage of John Hancock Mutual Life Insurance Company.

IN WITNESS WHEREOF, the Creston Production Credit Association has caused these presents to be executed by its President and its corporate seal to be affixed thereto on this 28th day of January, 1980.

CRESTON PRODUCTION CREDIT ASSOCIATION
CRESTON, IOWA

Bob Christensen
President

STATE OF IOWA :
: ss
COUNTY OF UNION :

On the 28th day of January, 1980, before me, T. Raymond Powell, a Notary Public in and for the County of Union, State of Iowa, personally appeared Bob Christensen by me duly sworn did say that he is the President of the Creston Production Credit Association by authority of its Board of Directors, and the said Bob Christensen acknowledged said instrument to be the free and voluntary act and deed of said corporation by it voluntarily executed.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal the day and year last above written.

T. Raymond Powell
T. Raymond Powell
Notary Public in and for Union County, Iowa

My commission expires September 30, 1982.