

STATE OF INDIANA
LAKE COUNTY
FILED FOR RECORD

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SUBORDINATION AGREEMENT

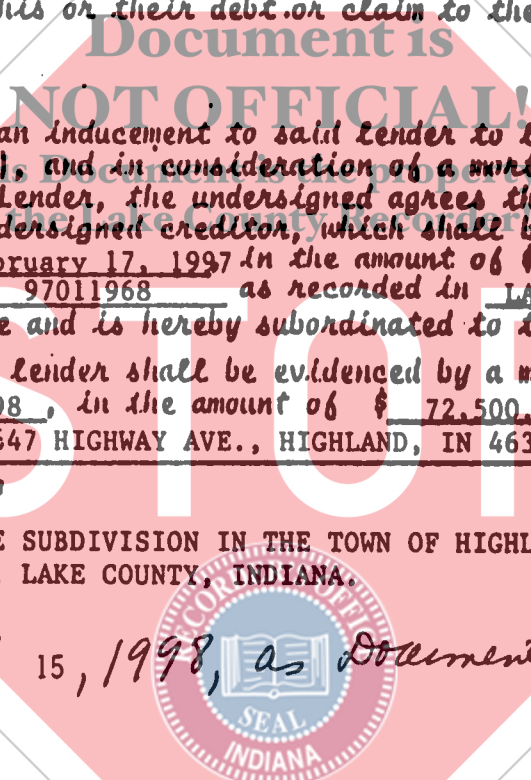
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Whereas, RICHARD E. DYER AND SUZANNE M. DYER

(hereinafter called the "Debtor (s)"), is desirous of borrowing money and otherwise acquiring the extension of credit from SECURITY FEDERAL BANK

located in ST. JOHN, INDIANA (hereinafter called the "Lender". And whereas, the lender, as a condition to its loaning money to the debtor (s), has demanded that the undersigned as a creditor of the debtor (s), subordinate his or their debt or claim to the debt or claim of the Lender.



NOW THEREFORE, as an inducement to said lender to loan money and/or extend credit to said debtor (s), and in consideration of a mortgage loan to be made to said Debtor (s) by said Lender, the undersigned agrees that a certain mortgage of the Debtor (s) to the undersigned creditor, which shall be evidenced by a Real Estate Mortgage dated February 17, 1997 in the amount of \$ 30,000.00 and as identified as document # 97011968 as recorded in LAKE COUNTY

INDIANA; shall be and is hereby subordinated to the mortgage debt of said lender. Mortgage of said lender shall be evidenced by a mortgage document dated APRIL 7, 1998, in the amount of \$ 72,500.00 X, on the property located at 3647 HIGHWAY AVE., HIGHLAND, IN 46322 and legally described as:

LOT 4, DIVALL AND MCCLURE SUBDIVISION IN THE TOWN OF HIGHLAND, AS SHOWN IN PLAT BOOK 27, PAGE 47, LAKE COUNTY, INDIANA.

X recorded April 15, 1998, as Document No. 98026461

Moreover, the undersigned agrees that this agreement and subordination provided for herein shall be equally effective in case of the death, incompetency, dissolution, liquidation or insolvency of, or the institution of bankruptcy or receivership proceeding against the Debtor (s), or the administration on the property or affairs of said Debtor (s) arising from or in the connection with bankruptcy, receivership, liquidation, assignment or other like proceedings, and in any case, said Lender shall be subrogated to, and entitled to file claims for, the and other liabilities of said Debtor (s) to the undersigned, and shall be entitled to all dividends or other payments made therein, to be taken and applied by said Lender as payment in gross upon its said debts and liabilities until the same shall have been paid in full, provided, however, that upon the full payment of the debts and liabilities of said Lender, the undersigned shall be subrogated to the extent such dividends

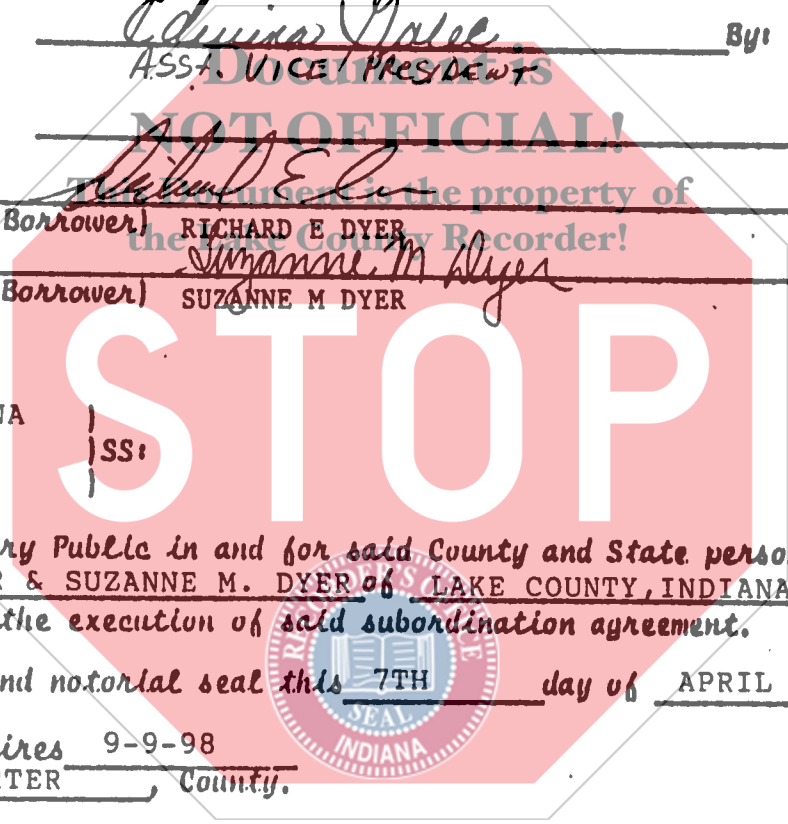
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and other payments are applied on the debts and liabilities of said Lender) to the debts and liabilities of said Lender and entitled to all dividends and other payments thereafter made thereon.

Dated and executed at CHICAGO TITLE this 7TH day of APRIL, 19 98.

SECURITY FEDERAL BANK
Edwina Golec By:
ASS. VICE PRESIDENT

Acknowledged by:
(Borrower) Richard E. Dyer RICHARD E DYER
(Borrower) Suzanne M. Dyer SUZANNE M DYER



State of INDIANA
County of LAKE

SS:

Before me, a Notary Public in and for said County and State personally appeared *RICHARD E. DYER & SUZANNE M. DYER of LAKE COUNTY, INDIANA who acknowledged the execution of said subordination agreement.

Witness my hand and notarial seal this 7TH day of APRIL 19 98.

My commission expires 9-9-98
Resident of PORTER County.

Signature Debra Lewis
Printed Name DEBRA LEWIS

*EDWINA GOLEC, ASSISTANT VICE PRESIDENT FOR SECURITY FEDERAL BANK AND