

SUBORDINATION AGREEMENT

2

000029NI

STATE OF INDIANA  
LAKE COUNTY

Whereas, Nancy E. Babe (now by marriage) Nancy E. O'Donnell  
(hereinafter called the "debtor"), is desirous of borrowing money  
and otherwise acquiring the extension of credit from Sandridge Bank  
Highland, Indiana, located in 2699 Highway Ave.  
Highland, Indiana (hereinafter called the  
"Lender". And whereas, the lender, as a condition to its loaning  
money to the debtor, has demanded that the undersigned as a  
creditor of the debtors, subordinate his or their debt or claim  
to the debt or claim of the Lender.

806

NOW THEREFORE, as an inducement to said lender to loan money  
and/or extend credit to said debtor, and in consideration of  
a mortgage loan to be made to said Debtor by said Lender, the  
undersigned agrees that a certain mortgage of the Debtor to the  
undersigned creditor, which shall be evidenced by a Real Estate  
Mortgage dated April 01, 1994, in the amount of \$25,000.00 and as  
identified as document # 94027049 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 July 20, 2000, in the amount of  
\$70,000.00 on property located at 3808 Highway Ave., Highland  
Indiana, and legally described as :

The North 95.3 feet of the following: Part of the West half 1/2 of the West  
Half (1/2) of the Southeast Quarter (1/4) of Section 22, Township 36 North,  
Range 9 West of the 2nd Principal Meridian in the Town of Highland, Lake County,  
Indiana, lying North of the center line of Ridge Road, described as commencing  
at a point on the South line of Highway Ave. which is 202.28 ft. West of the East  
line of said tract and running thence South 290.73 ft; thence West 131.16 ft;  
thence North 290.73 ft. to the South line of Highway Ave; thence East along the  
South line of Highway Ave. 131.14 ft. to the place of beginning, excepting the  
West 30 feet thereof.

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, or the administration or the  
property or affairs of said Debtor 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 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

1402  
KC

B.7 98

25 x 10

Mortgage 2000-053805

subrogated ( to the extent such dividends 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 Hammond, Indiana, this  
20th day of July, ~~XIX~~ 2000

BANK CALUMET, NATL ASSN By:

  
LAWRENCE H. STENGEL, SR. VICE PRESIDENT

Acknowledged by:

(Borrower) Nancy E. Babe (now by marriage) Nancy E. O'Donnell

(Borrower)

**NOT OFFICIAL!**  
This Document is the property of  
the County Recorder!

**STOP**

State of Indiana )  
                          ) SS:  
County of Lake )

Before me, a Notary Public in and for said County and State personally appeared Lawrence H. Stengel of Bank Calumet, Natl. Assn., who acknowledged the execution of said subordination agreement.

Witness my hand and notarial seal this 20th day of July, ~~XIX~~ 2000. My Commission Expires February 12, 2007  
Resident of Lake, County

Signature  (seal)

Printed Name JANICE M. STEWART