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STATE OF INDIANA
LAKE COUNTY
FILED FOR RECORD

2007 099615

2007 DEC 20 AM 10:52

MICHAEL A. BROWN
RECORDER

FSA-460-2 IN
(09-11-06)

U.S. DEPARTMENT OF AGRICULTURE
Farm Service Agency

Form Approved - OMB No. 0560-0158

Position 1 (Chattel Security)
Position 5 (Real Estate Security)

SUBORDINATION BY THE GOVERNMENT

1. The United States of America acting through the United States Department of Agriculture (called the "Government") is the owner and holder of the following-described instruments executed by (a) Richard D Hayden and Cheryl M Hayden
(husband and wife)

of (b) <u>Lake</u>		County, State of (c) <u>Indiana</u>			
<i>Title of Instrument</i>	<i>Date of Instrument</i>	<i>Date Filed</i>	<i>Office Filed</i>	<i>Document File or Book No.</i>	<i>Page No.</i>
(d)	(e)	(f)	(g)	(h)	(i)
Mortgage	01/22/1980	01/23/1980	Lake County Recorder	570423	
Mortgage	04/14/1982	04/27/1982	Lake County Recorder	666801	
Mortgage	05/26/1989	05/31/1989	Lake County Recorder	039308	
Mortgage	05/31/2002	06/06/2002	Lake County Recorder	2002-051853	
Affidavit	05/31/2002	06/06/2002	Lake County Recorder	2002-051852	

AND, (j) Farm Credit Services of Mid America (called the "Lender")
has agreed to loan (k) \$ 227,325.00 to (l) Richard D Hayden and Cheryl M Hayden
(called the "Borrower") for the following purposes: (m)

Construction of a personal residence

COMMUNITY TITLE COMPANY
FILE NO 38259

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a): the Farm Service Agency (FSA) is authorized by the Consolidated Farm and Rural Development Act, as amended (7 USC 1921 et seq.) or other Acts, and the regulations promulgated thereunder, to solicit the information requested on its application forms. The information requested is necessary for FSA to determine eligibility for credit or other financial assistance, service your loan, and conduct statistical analyses. Supplied information may be furnished to other Department of Agriculture agencies, the Internal Revenue Service, the Department of Justice or other law enforcement agencies, the Department of Defense, the Department of Housing and Urban Development, the Department of Labor, the United States Postal Service, or other Federal, State, or local agencies as required or permitted by law. In addition, information may be referred to interested parties under the Freedom of Information Act (FOIA), to financial consultants, advisors, lending institutions, packagers, agents, and private or commercial credit sources, to collection or servicing contractors, to credit reporting agencies, to private attorneys under contract with FSA or the Department of Justice, to business firms in the trade area that buy chattel or crops or sell them for commission, to Members of Congress or Congressional staff members, or to courts or adjudicative bodies. Disclosure of the information requested is voluntary. However, failure to disclose certain items of information requested, including your Social Security Number or Federal Tax Identification Number, may result in a delay in the processing of an application or its rejection.

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0560-0158. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. RETURN THIS COMPLETED FORM TO YOUR COUNTY FSA OFFICE.

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CJD

2. THEREFORE, in consideration of the Lender's agreement to make such loan to Borrower and meet other conditions of this subordination, the Government (1) consents to the Borrower obtaining the loan from the Lender for such purposes, and (2) agrees to and does subordinate in favor of the Lender and its successors and assigns its liens of security interests created or evidenced by the above described instruments insofar as they cover the following described property and provided the Lender perfects a lien on this property:

See attached Legal Description

3. This subordination is limited to (1) the amount actually loaned by the Lender to the Borrower (principal and accrued interest) for the foregoing purposes, (2) future advances for taxes, insurance, and payments on liens prior to the Lender's lien, and (3) the amount actually advanced for foreclosure costs made by the Lender. Any amount in excess of such amount will not be covered by this subordination unless prior written consent was obtained from the Government for incurring the expenditure in question.

4. The Lender must:

- a. Incorporate into the Borrower's promissory 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 (1) for a purpose that will contribute to the excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity, as provided by 7 C.F.R. part 1940, subpart G or any successor regulation, or (2) for any purpose not provided for above.

b. Obtain a perfected security interest on the above property.

c. Give notice of foreclosure as required by the Government.

5. FSA offsets under the Debt Collection Act (31 U.S.C. 3711 et seq.) or 7 C.F.R. part 3 have priority over this subordination.

6. When the indebtedness has been satisfied, lender must mark this form "PAID IN FULL" and return it to the Department of Agriculture at the following address:

Jasper County FSA
 211 E Drexel Pkwy
 PO Box 219
 Rensselaer, IN 47978

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THE EAST 20.00 ACRES OF PART OF THE FRACTIONAL SOUTHWEST QUARTER OF SECTION 30, TOWNSHIP 32 NORTH, RANGE 8 WEST OF THE SECOND PRINCIPAL MERIDIAN SAID 20 ACRES BEING MORE PARTICULARLY DESCRIBED AS: BEGINNING AT THE NORTHEAST CORNER OF SAID SOUTHWEST QUARTER; THENCE SOUTH 00 DEGREES 00 MINUTES 00 SECONDS EAST (BASIS OF BEARINGS FOR THIS DESCRIPTION) ALONG THE EAST LINE OF SAID SOUTHWEST QUARTER 840.00 FEET; THENCE NORTH 89 DEGREES 52 MINUTES 47 SECONDS WEST PARALLEL WITH THE NORTH LINE OF SAID SOUTHWEST QUARTER, 1037.15 FEET; THENCE NORTH 00 DEGREES 00 MINUTES 00 SECONDS WEST PARALLEL WITH THE EAST OF SAID SOUTHWEST QUARTER, 840.00 FEET TO THE NORTH LINE OF SAID SOUTHWEST QUARTER; THENCE SOUTH 89 DEGREES 52 MINUTES 47 SECONDS EAST ALONG SAID NORTH LINE, 1037.15 FEET, MORE OR LESS, TO THE POINT OF BEGINNING, ALL IN THE COUNTY OF LAKE, STATE OF INDIANA.



7. IN WITNESS WHEREOF, the Government has executed this subordination by signing on the (a) 19th day of (b) November, (c) 20 07.

UNITED STATES OF AMERICA

BY (d) Richard R. Larew

Richard R Larew
Farm Loan Specialist

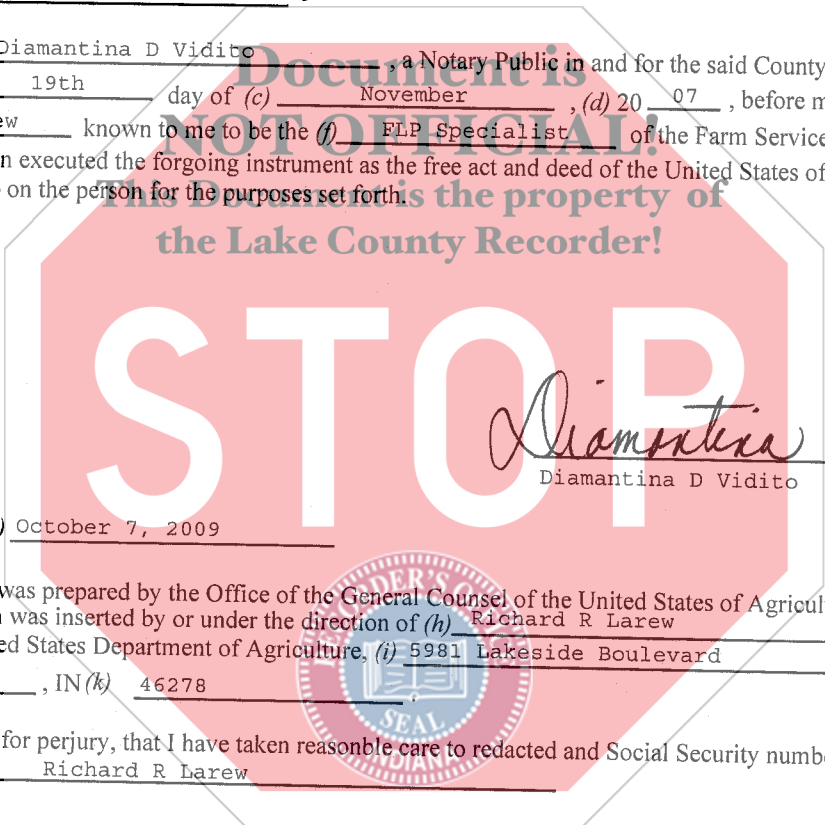
TITLE (e) _____

8. ACKNOWLEDGMENT

STATE OF INDIANA }
COUNTY OF MARION }

I, (a) Diamantina D Vidito, a Notary Public in and for the said County and State, hereby certify that on this (b) 19th day of (c) November, (d) 20 07, before me personally appeared (e) Richard R Larew known to me to be the (f) FLP Specialist of the Farm Service Agency, and acknowledge that the person executed the forgoing instrument as the free act and deed of the United States of America pursuant to authority duly conferred up on the person for the purposes set forth.

SEAL



Diamantina D Vidito
Diamantina D Vidito

NOTARY PUBLIC

My commission expires: (g) October 7, 2009

The form of the instrument was prepared by the Office of the General Counsel of the United States of Agriculture, and the material in the blank spaces in the form was inserted by or under the direction of (h) Richard R Larew Farm Service Agency, United States Department of Agriculture, (i) 5981 Lakeside Boulevard (j) Indianapolis, IN (k) 46278

I affirm, under the penalties for perjury, that I have taken reasonable care to redact and Social Security number in this document, unless required by law. (l) Richard R Larew

"I AFFIRM, UNDER THE PENALTIES FOR PERJURY, THAT I HAVE TAKEN REASONABLE CARE TO REDACT EACH SOCIAL SECURITY NUMBER IN THIS DOCUMENT, UNLESS REQUIRED BY LAW."
PREPARED BY: Amber Healy