

RECORDING REQUESTED BY:

WHEN RECORDED MAIL TO:

Valley Bank of Nevada
P.O.Box 1749
Minden, NV 89423

01-000531GG

SPACE ABOVE THIS LINE FOR RECORDER'S USE

SUBORDINATION AGREEMENT

NOTICE: THIS SUBORDINATION AGREEMENT RESULTS IN YOUR SECURITY INTEREST IN THE PROPERTY BE-
COMING SUBJECT TO AND OF LOWER PRIORITY THAN THE LIEN OF SOME OTHER OR LATER SECURITY
INSTRUMENT.

THIS AGREEMENT, made this 19th day of August, 19 91, by

Robert H. Hart and Joyce Hart, husband and wife as joint tenants

owner of the land hereinafter described and hereinafter referred to as "Owner," and

Valley Bank of Nevada, a Nevada Corporation

present owner and holder of the deed of trust and note first hereinafter described and hereinafter referred to as "Beneficiary";

WITNESSETH

THAT WHEREAS, Robert H. Hart and Joyce Hart, husband and wife as joint tenants
did execute a deed of trust, dated June 17, 1988, to FIRST NEVADA TITLE COMPANY
, as trustee, covering:

All that certain lot, piece or parcel of land situate in the County of Douglas, State of
Nevada, described as follows:

Lot 1, Block B, as shown on the Official Map of WILDHORSE NO. 3, Unit 1, recorded in the
Office of the County Recorder October 22, 1971, Book 1 of Maps, as Document No. 55071,
Douglas County, Nevada.

Assessment Parcel No.: 25-223-06.

to secure a note in the sum of \$ 15,000.00, dated _____, in favor of _____,
Valley Bank of Nevada, a Nevada Corporation, which deed of trust was
recorded June 29, 1988, in book 688 page 4570, Official Records of said county; and

WHEREAS, Owner has executed, or is about to execute, a deed of trust and note in the sum of \$ 128,000.00
dated August 13, 1991, in favor of VALLEY MORTGAGE COMPANY, Inc.
, hereinafter referred to as "Lender," payable with interest and upon the terms and conditions de-
scribed therein, which deed of trust is to be recorded concurrently herewith; and

WHEREAS, it is a condition precedent to obtaining said loan that said deed of trust last above mentioned shall unconditionally be and
remain at all times a lien or charge upon the land hereinbefore described, prior and superior to the lien or charge of the deed of trust
first above mentioned; and

WHEREAS, lender is willing to make said loan provided the deed of trust securing the same is a lien or charge upon the above described
property prior and superior to the lien or charge of the deed of trust first above mentioned and provided that Beneficiary will specifi-
cally and unconditionally subordinate the lien or charge of the deed of trust first above mentioned to the lien or charge of the deed of
trust in favor of Lender; and

WHEREAS, it is to the mutual benefit of the parties hereto that Lender make such loan to Owner; and Beneficiary is willing that the
deed of trust securing the same shall, when recorded, constitute a lien or charge upon said land which is unconditionally prior and
superior to the lien or charge of the deed of trust first above mentioned.

NOW, THEREFORE, in consideration of the mutual benefits accruing to the parties hereto and other valuable consideration, the re-
ceipt and sufficiency of which consideration is hereby acknowledged, and in order to induce Lender to make the loan above referred
to, it is hereby declared, understood and agreed as follows:

- (1) That said deed of trust securing said note in favor of Lender, and any renewals or extensions thereof, shall unconditionally
be and remain at all times a lien or charge on the property therein described, prior and superior to the lien or charge of the
deed of trust first above mentioned.
- (2) That Lender would not make its loan above described without this subordination agreement.

(3) That this agreement shall be the whole and only agreement with regard to the subordination of the lien or charge of the deed of trust first above mentioned to the lien or charge of the deed of trust in favor of lender above referred to and shall supersede and cancel, but only insofar as would affect the priority between the deeds of trust hereinbefore specifically described, any prior agreement as to such subordination including, but not limited to, those provisions, if any, contained in the deed of trust first above mentioned, which provide for the subordination of the lien or charge thereof to another deed or deeds of trust or to another mortgage or mortgages.

Beneficiary declares, agrees and acknowledges that

- (a) He consents to and approves (i) all provisions of the note and deed of trust in favor of Lender above referred to, and (ii) all agreements, including but not limited to any loan or escrow agreements, between Owner and Lender for the disbursement of the proceeds of Lender's loan;
- (b) Lender in making disbursements pursuant to any such agreement is under no obligation or duty to, nor has Lender represented that it will, see to the application of such proceeds by the person or persons to whom Lender disburses such proceeds and any application or use of such proceeds for purposes other than those provided for in such agreement or agreements shall not defeat the subordination herein made in whole or in part;
- (c) He intentionally and unconditionally waives, relinquishes and subordinates the lien or charge of the deed of trust first above mentioned in favor of the lien or charge upon said land of the deed of trust in favor of Lender above referred to and understands that in reliance upon, and in consideration of, this waiver, relinquishment and subordination specific loans and advances are being and will be made and, as part and parcel thereof, specific monetary and other obligations are being and will be entered into which would not be made or entered into but for said reliance upon this waiver, relinquishment and subordination; and
- (d) An endorsement has been placed upon the note secured by the deed of trust first above mentioned that said deed of trust has by this instrument been subordinated to the lien or charge of the deed of trust in favor of Lender above referred to.

NOTICE: THIS SUBORDINATION AGREEMENT CONTAINS A PROVISION WHICH ALLOWS THE PERSON OBLIGATED ON YOUR REAL PROPERTY SECURITY TO OBTAIN A LOAN A PORTION OR WHICH MAY BE EXPENDED FOR OTHER PURPOSES THAN IMPROVEMENT OF THE LAND.

VALLEY BANK OF NEVADA

[Signature]
Beneficiary

BY: Laurie Layton
Branch Service Manager

[Signature]
Robert H. Hart
[Signature]
Joyce Hart Owner

(ALL SIGNATURES MUST BE ACKNOWLEDGED)

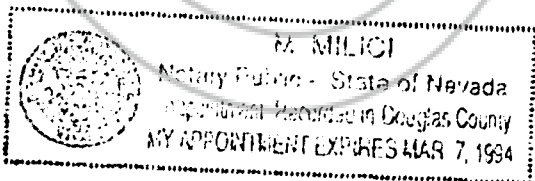
STATE OF NEVADA

COUNTY OF DOUGLAS } ss.

On AUGUST 21, 1991
personally appeared before me, a Notary Public in and for said County and State LAURIE LAYTON

knows to me to be the person described in and who executed the foregoing instrument, who acknowledged to me that she executed the same freely and voluntarily and for the uses and purposes therein mentioned.

[Signature]
Notary Public



✓ OF THIS SUBORDINATION AGREEMENT, THE PARTIES
O.

ACKNOWLEDGEMENT

M-007-01 005 (1-84)

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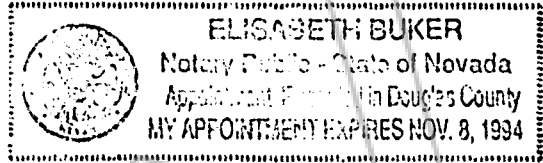
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STATE OF NEVADA

COUNTY OF DOUGLAS

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) SS.
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On August 21, 1991 personally appeared before me, a notary public, Robert H. Hart and Joyce Hart, personally known (or proved) to me to be the person whose name is subscribed to the above instrument, who acknowledged that t he y executed the above instrument.

Elisabeth Buker
Notary Public

COPY

REQUESTED BY
STEWART TITLE of DOUGLAS COUNTY
IN OFFICIAL RECORDS OF
DOUGLAS CO. NEVADA

'91 AUG 21 P3:47

SUZANNE BEAUBREAU
RECORDER
\$ 7.00 PAID KE DEPUTY
258440
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