

WHEN RECORDED RETURN TO:
NEVADA STATE BANK
Subordination Department
P.O. Box 1507, Salt Lake City, UT 84110
Processor: KALEEN SHARP
48830004001081
APN 142033312034



SUBORDINATION AGREEMENT

KNOW ALL PERSONS BY THESE PRESENTS:

This Declaration of Subordination is executed and delivered, December 29, 2009, by **NEVADA STATE BANK**, in favor of **CITIMORTGAGE INC**, as follows:

NEVADA STATE BANK, for and in consideration of the sum of One Dollar and other valuable consideration, the receipt and sufficiency of which is hereby acknowledged, does hereby certify and declare that the lien of that certain trust deed, made and executed by **RITA MARIE SMITH AND MICHAEL DUANE SMITH**, as Trustor, in favor of **NEVADA STATE BANK**, as Beneficiary, dated **MARCH 12, 2008**, recorded **APRIL 4, 2008**, in Book **0408**, at Page **1341**, Entry Number **0720898**, in the office of the County Recorder of **DOUGLAS** County, State of **NEVADA**, is hereby subordinated and made inferior to the lien of that certain trust deed not to exceed the amount of **\$185,969.00 Dollars**, dated _____, _____ executed by **MICHAEL DUANE SMITH AND RITA MARIE SMITH HUSBAND AND WIFE AS JOINT TENANTS**, as Trustor, in favor of **CITIMORTGAGE INC**, as Beneficiary, and recorded _____, _____, as Entry No. _____, in Book _____, at Page _____, in the office of the County Recorder of **DOUGLAS** County, State of **NEVADA**; and said trust deed in favor of **CITIMORTGAGE INC** is hereby declared to be senior to and a superior lien over the trust deed in favor of **NEVADA STATE BANK**.

In the event of foreclosure or sale of either indebtedness, the priority shall be respected as herein established.

The real property referred to in the above referenced trust deeds is situated in **DOUGLAS** County, State of **NEVADA** and is more particularly described in the attached document.

IN WITNESS WHEREOF, **NEVADA STATE BANK** has executed this Subordination Agreement as of the date first above written.

NEVADA STATE BANK

Name: **DEBORAH A CURTIS**
Title: **Vice President**

ACKNOWLEDGED and consented to by trustors:

RITA MARIE SMITH

MICHAEL DUANE SMITH



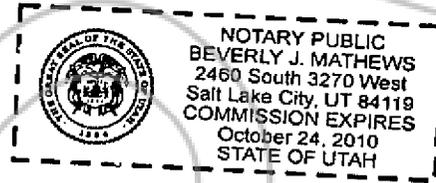
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STATE OF UTAH
COUNTY OF SALT LAKE

On December 29, 2009, before me Beverly J Mathews a Notary Public in and for said County and State, personally appeared, DEBORAH A CURTIS, Vice President of NEVADA STATE BANK, personally known to me to be the person whose name is subscribed to the within instrument and acknowledged to me that he/she executed the same in their authorized capacity, and that his/her signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.

WITNESS my hand and official seal.

Beverly J Mathews
Notary Public



STATE OF NEVADA

COUNTY OF Washoe

On 1.20.2010 before me Barbara A Morgan Notary Public in and for said County and State, personally appeared Rita Marie Smith, Michael Duane Smith, personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in their authorized capacity(ies), and that his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal.

Barbara A Morgan
Notary Public

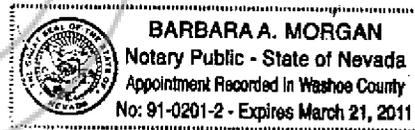




EXHIBIT "A"

SITUATE IN THE COUNTY OF DOUGLAS, STATE OF NEVADA:

THE LAND REFERRED TO HEREIN IS SITUATED IN THE STATE OF NEVADA, COUNTY OF DOUGLAS, DESCRIBED AS FOLLOWS:

LOT 217, AS SHOWN ON THE FINAL MAP OF WILDHORSE UNIT 6, A PLANNED UNIT DEVELOPMENT, FILED FOR RECORD IN THE OFFICE OF THE COUNTY RECORDER OF DOUGLAS COUNTY, STATE OF NEVADA, ON MARCH 15, 1994 IN BOOK 394, PAGE 2741, AS DOCUMENT NO. 332336.

COPY