

WHEN RECORDED PLEASE RETURN TO
FEDERAL LAND BANK OF SACRAMENTO
P. O. Box 13106-C
Sacramento, California 95813

Loan No. 215511-7

SUBORDINATION AGREEMENT

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

THIS AGREEMENT is made this 24th day of March, 19 83 by
UNITED STATES OF AMERICA, acting through FARMERS HOME ADMINISTRATION,
UNITED STATES DEPARTMENT OF AGRICULTURE
holder(s) of the promissory note(s) secured by that certain deed of trust
executed by LaVERNE D. MACHACEK and EUNICE M. MACHACEK, also known as EUNICE MACHACEK,

the instrument being recorded 3-15-66 in Book 10, Page 181
of Official Records of Eureka County Nevada,
Instrument No. _____.

W I T N E S S T H

THAT WHEREAS, the above referenced deed of trust, encumbering all or a portion of the real property described in Exhibit "A" attached hereto, is presently subject to the prior lien of that certain deed of trust dated October 20, 1972 executed by LaVERNE D. MACHACEK, also known as LaVERNE C. MACHACEK, also known as LaVERNE MACHACEK and EUNICE MACHACEK,

wherein THE FEDERAL LAND BANK OF BERKELEY is named Beneficiary; the instrument being recorded 2-7-73 in Book 44, Page 444 of Official Records of Eureka County, Nevada, Instrument No. _____. The said deed of trust, given to secure the payment of \$ 61,000.00 with interest as prescribed in Trustors promissory note of even date, provides that the same is also given to secure all renewals, reamortizations and extensions of the indebtedness secured thereby and identified on the records of the bank by the above loan number; and

BOOK 110 PAGE 389

WHEREAS, subject to the condition precedent that the deed of trust
made in favor of THE FEDERAL LAND BANK OF BERKELEY shall unconditionally
be and remain a first lien on the real property described therein, the
FEDERAL LAND BANK OF SACRAMENTO, formerly The Federal Land Bank of Berkeley,
has approved the borrower's request that the sum of \$ 14,944.99
be added to the unmatured principal balance of the above numbered loan and
that the terms of payment of the total indebtedness be restructured as
outlined in an Agreement for Reamortization dated March 24, 1983 .

NOW, THEREFORE, in consideration of the premises and other valuable
consideration, the sufficiency of which is acknowledged, the undersigned
hereby agree that the above identified deed of trust securing the
promissory note held by the undersigned shall remain junior and subordinate
to the lien of the deed of trust herein referred to made in favor of
THE FEDERAL LAND BANK OF BERKELEY securing borrower's total indebtedness
to the said bank amounting to \$ 86,944.88 .

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

UNITED STATES OF AMERICA, acting through
FARMERS HOME ADMINISTRATION, UNITED STATES
DEPARTMENT OF AGRICULTURE

By: David E. Brown

STATE OF NEVADA
COUNTY OF ELKO

On April 25, 1983, personally appeared before me, a Notary Public,
DAVID E. BROWN, County Manager of Farmers Home Administration, who
acknowledged that he executed the foregoing instrument.

Phyllis Peterson
NOTARY PUBLIC

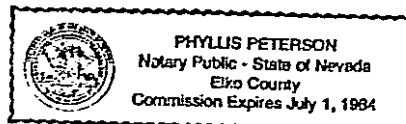


EXHIBIT "A"

PARCEL 1

TOWNSHIP 20 NORTH, RANGE 53 EAST, MDB&M.

Section 1: Lots 9, 10, 11 and 12

EXCEPTING therefrom all oil and gas as reserved in Patent executed by UNITED STATES OF AMERICA to LAVERNE D. MACHACEK recorded November 26, 1963 in Book 2 of Official Records at page 8, Eureka County, Nevada.

PARCEL 2

TOWNSHIP 21 NORTH, RANGE 53 EAST, MDB&M.

Section 36: Lots 1, 2, 3 and 4; N $\frac{1}{2}$ N $\frac{1}{2}$; SW $\frac{1}{2}$

EXCEPTING THEREFROM that portion described as follows:

Beginning at the NW $\frac{1}{4}$ corner thereof,

thence S. 0°10'24" W., 659.94 feet,

thence N. 45°05'22" E., 934.75 feet to the North section line boundary.

thence West 660.00 feet to the point of beginning.

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FIRST AMERICAN TITLE CO. OF NEVADA
BOOK 110 PAGE 389

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OFFICIAL RECORDS
EUREKA COUNTY, NEVADA
H.N. REBALEATI, RECORDER
FILE NO. 87499
FEE \$ 6.00

BOOK 110 PAGE 391