SUBORDINATION AGREEMENT

This Agreement, made and entered into this ___ day of _____, _____, by and between City of Fargo hereinafter referred to as MORTGAGEE and **[Lender]**, and/or its successors and assigns, hereinafter referred to as LENDER.

The parties recite and declare as follows:

That the mortgagee is the holder of a certain **[Program Name]** mortgage executed by **[Owner]**, **[legal status]**, dated **[Mortgage date]**, filed **[Mort Filing Date]** at **[Mort Filing time]**, as Document No. **[Mort Doc Number]**, and Declaration of Land Use Restrictive Covenants dated **[LURA Date]**, filed **[LURA Filing Date]** at **[LURA Filing time]**, as Document No. **[LURA Doc Number]**, in the office of the County Recorder of the County of Cass and the State of North Dakota, covering the following described premises:

[Legal Desc]

That the lender is about to loan the sum of **[Loan amt]**, to be secured by a mortgage on and covering the premises above described, and

That to induce lender to make such loan, it is necessary that the mortgage held by mortgagee be subordinated to the lien of the mortgage about to be made by lender as set forth above.

For reasons set forth hereinabove and in consideration of the mutual covenants set forth hereinbelow, mortgagee and lender agree as follows:

1. Subordination. Mortgagee hereby covenants, consents, and agrees with lender that the aforesaid lien/security interest held by mortgagee is and shall continue to be subject and subordinate in position to the line of the mortgage amount to be advanced by lender as described hereinabove.

2. Consideration. In consideration of the agreement to subordinate of mortgagee, lender shall and does hereby agree to make the above-described loan.

3. Binding effect. This agreement is binding upon the parties to this instrument and the persons executing the same on behalf of the respective entities warrant their authority to so execute.

Dated the day and year first above written.

City of Fargo

_____
By: Timothy J. Mahoney
Its: Mayor

STATE OF NORTH DAKOTA

COUNTY OF CASS

On this ____ day of _____, _____, before me personally appeared _____, on behalf of the City of Fargo, known to me to be the person who is described in, and who executed the within and foregoing instrument, and (severally) acknowledged that ____ executed the same.

_____
Notary Public
My Commission Expires:

(SEAL)