



2020-760043 7/15/2020 4:04 PM PAGE: 1 OF 10
FEES: \$39.00 PK SUBORDINATION AGREEMENT
EDA SCHUNK THOMPSON, SHERIDAN COUNTY CLERK

Space Above This Line For Recording Data

REAL ESTATE LIEN SUBORDINATION AGREEMENT

By Subordinate Lender to Senior Lender

DATE AND PARTIES. The date of this Real Estate Lien Subordination Agreement (Agreement) is July 09, 2020. The parties and their addresses are:

SUBORDINATE LENDER:

FIRST NORTHERN BANK OF WYOMING
29 N GOULD STREET
SHERIDAN, WY 82801

SENIOR LENDER:

FIRST NORTHERN BANK OF WYOMING
29 N GOULD STREET
SHERIDAN, WY 82801

1. PROPERTY. Subordinate Lender and Senior Lender have or may acquire statutory, common law or contractual liens, security interests or other interest in or on real estate legally described as follows (Property): SEE EXHIBIT "A" ATTACHED HERETO.

The property is located in Sheridan County at 60 SWAIM ROAD, Sheridan, WY 82801.

2. SENIOR LOAN. Senior Lender has extended or may extend credit, secured by the Property, evidenced by the Senior Loan Documents, dated JULY 09, 2020 and recorded 7/15/2020 on Document # 2020-760040. Up to an original principal balance of \$266,000.00 (Senior Loan). The Senior Loan Documents permit or will permit multiple or future advances or loans, including those made in a post-petition bankruptcy case subject to the United States Bankruptcy Code. These advances are discretionary.

3. SUBORDINATE LIEN. Subordinate Lender has extended or may extend credit, secured by the Property, evidenced by the Subordinate Loan Documents, dated July 31, 2017 and recorded August 01, 2017 in Book 959, Page 458 with the original principal balance or maximum credit limit of \$253,950.00 (Subordinate Loan).

4. DEFINITIONS. As used in this Agreement, the following terms will have the following meanings. Any capitalized terms used, but not defined in this Agreement, will have the meanings set forth in the Senior Loan Documents.

A. Loan Documents. All documents relating to the Subordinate or Senior Loans including, without limitation, any note or other evidence of indebtedness executed by any Obligor or other party in favor of Subordinate Lender or senior Lender, and all other documents evidencing, securing or relating to the Subordinate or Senior Loans, as modified, amended, supplemented, extended, renewed, restated, consolidated, split, or otherwise changed from time to time, subject to this Agreement's restrictions.

B. Obligor. "Obligor" means everyone who is obligated for the Subordinate Loan and the Senior Loan and their successors and assigns including, without limitation, by dissociation, dissolution, reorganization, merger, consolidation, debtor-in-possession or other appointed representative.

C. Property Owner. The Property is owned or will be owned by the following person(s) (Property Owner): Chad Edward Switzenberg and Tammy Luella Switzenberg

D. Security Documents. All documents securing the Subordinate or Senior Loans, including, without limitation, mortgages, deeds of trust, deeds to secure debt, other security instruments, assignments of leases and rents, other assignments, pledge agreements, lockboxes, reserve accounts, escrow accounts, security agreements, and UCC-1 financing statements as changed from time to time

spread, severed and restated, consolidated, split, but excluding increases in the principal balance that this Agreement does not permit.

E. Senior Security Documents. All of the Senior Loan's Security Documents that relate to the Property including, without limitation, a mortgage.

F. Subordinate Security Documents. All of the Subordinate Loan's Security Documents that relate to the Property, including, without limitation, MORTGAGE DATED AUGUST 01, 2017, RECORDED IN THE OFFICE OF THE SHERIDAN COUNTY CLERK IN BOOK: 959, PAGE 458.

5. CONSIDERATION. Subordinate Lender and Senior Lender desire agreement on the relative priorities of their interest in the Property and their rights and obligations if certain events occur. Subordinate Lender acknowledges that Subordinate Lender will benefit from the Senior Loan, and is willing to subordinate its interest to ensure Senior Lender will enter into the Senior Loan. Subordinate Lender acknowledges that Senior Lender would not extend credit without this Agreement and is relying on this Agreement when extending credit under the Senior Loan. Subordinate Lender and Senior Lender acknowledge the receipt of this and other good and valuable consideration.

6. LIEN SUBORDINATION. The Subordinate Security Documents, the lien imposed by and any rights, remedies and claims arising under the Subordinate Security Documents will be subject and subordinate to the Senior Security Documents, the lien imposed by and any rights, remedies and claims arising under the Senior Security Documents. The law will determine priorities, except as this Agreement provides otherwise. If any property is encumbered by Subordinate Security Documents, but is not encumbered by Senior Security Documents, Subordinate Lender will hold this encumbered property in trust for Senior Lender and will pay Senior Lender any payments or proceeds realized from this encumbered property until the Senior Loan is fully paid.

If Senior Lender accepts a deed or other conveyance from Property Owner in lieu of exercising Senior Lender's remedies under its Senior Security Documents, no merger will occur between the estate arising under the Senior Security Documents and the estate that Property Owner conveys or assigns to Senior Lender. These estates will remain separate and distinct, except to the extent Senior Lender provides otherwise in writing.

To the extent that Senior Loan Documents permit future advances, Senior Lender will be entitled to the benefit of the Senior Loan Documents and the Senior Security Documents' lien will remain unconditionally senior to the Subordinate Security Documents' lien, with respect to each and every advance of the Senior Loan, whether or not the Senior Loan's:

- A. Advances are obligatory or discretionary;
- B. Conditions precedent to each advance are satisfied;
- C. Advances are paid to an Obligor or to a third party;
- D. Advances are applied for the purpose for which they were advanced;
- E. Lien, under the Senior Security Documents, is avoided; or
- F. Advances are to cure a default that Senior Lender determines occurred under the Senior Loan Documents, whether or not an event of default actually occurred.

7. DEBT SUBORDINATION. Except as this Agreement provides otherwise, the Subordinate Loan, amounts due under the Subordinate Loan Documents and any rights, remedies and claims arising under the Subordinate Loan Documents will be subject and subordinate to the Senior Loan, any amounts due under the Senior Loan Documents and any rights, remedies and claims arising under the Senior Loan Documents. Subordinate Lender acknowledges that the disbursement of amounts due under the Senior Loan may increase the indebtedness above the original principal evidenced and secured by the Senior Loan Documents.

After this debt subordination is effective, Subordinate Lender will hold in trust for Senior Lender any payment or distribution made against the Subordinate Loan Documents. Subordinate Lender will segregate these payments and distributions, in kind, along with any necessary endorsements to Senior Lender within five days of their receipt. If Subordinate Lender is unable or unwilling to assign or endorse any of these payments or distributions to Senior Lender, then Subordinate Lender irrevocably appoints Senior Lender as its attorney-in-fact, coupled with an interest, to make this assignment or endorsement. Senior Lender will apply these payments and distributions to amounts due under the Senior Loan Documents. Payments, distributions or securities include those of any kind or character, whether in cash or securities, that distributions and securities include, without limitation, post-petition interest or adequate protection payments, title insurance policy proceeds relating to the Subordinate Security Documents, foreclosure sale proceeds, the Property's rents, issues and profits, and additional security for the Subordinate Loan.



- A. **Effective after Default.** This debt subordination of the amounts due under the Subordinate Loan to the amounts due under the Senior Loan will become effective when any of the following occur:

- (1) Subordinate Lender receives Senior Lender's notice of a default and any right to cure under the Senior Loan Documents;
- (2) Senior Lender or Subordinate Lender begins a foreclosure action against the Property; or
- (3) Any Senior Loan Documents' Obligor or Property Owner becomes subject to liquidation or dissolution, or any one of these parties or their property becomes subject to proceedings such as receivership, insolvency and bankruptcy.

8. **SUBORDINATE LENDER'S CONSENT TO SENIOR LOAN CHANGES.** Subordinate Lender is subject to each Senior Loan's change, except as provided in this Agreement. The Subordinate Loan's maturity date will be automatically extended when the Senior Loan's maturity date is extended, so the Subordinate Loan's maturity date is at least one year after the Senior Loan's maturity date. On Senior Lender's written request, Subordinate Lender and each Obligor will provide Senior Lender copies of any appropriate written extension of the Subordinate Loan's maturity date.

9. **SUBORDINATE LENDER'S WARRANTIES AND REPRESENTATIONS.** Subordinate Lender warrants and represents to Senior Lender as follows:

A. **Copies of Subordinate Loan Documents.** Subordinate Lender has delivered to Senior Lender up-to-date, true, correct, and complete copies of all Subordinate Loan Documents. These documents have not been changed, except for any amendment that has been delivered to the Senior Lender.

B. **Authority.** If Subordinate Lender is not an individual, Subordinate Lender has the full authority to enter into this Agreement and this Agreement has been duly authorized by the necessary actions. Subordinate Lender's governing body, such as a board of directors or a loan committee, approved this Agreement, the governing body's official records reflect this approval and Subordinate Lender will maintain this Agreement and the approval as a part of Subordinate Lender's official record.

C. **No Conflicts.** Neither this Agreement's execution or delivery nor compliance with this Agreement's terms and conditions will conflict with or cause a breach or default of any agreement or instrument that Subordinate Lender is now subject.

D. **No Assignment.** Subordinate Lender has not assigned any Subordinate Loan Documents and is the sole holder of the Subordinate Loan Documents.

E. **No Default.** No event has occurred that constitutes a default or would constitute a default with the passage of time or giving of notice under the Subordinate Loan Documents.

F. **No Agreements.** No agreements exist between Subordinate Lender and anyone else that would bind Senior Lender or anyone who obtains title to the Property from or through Senior Lender.

G. **Senior Loan Documents.** Subordinate Lender has reviewed, is familiar and satisfied with the Senior Loan Documents' terms and conditions.

H. **Legend.** Subordinate Lender has caused all Subordinate Loan Documents to be conspicuously inscribed with a legend stating that the Subordinate Loan Documents' payment and priority are subordinate to the Senior Lender's claims under this Agreement.

10. **COVENANTS.** The parties to this Agreement agree to the following:

A. **Subordinate Lender's Consent.** Subordinate Lender consents to all of the Senior Loan Documents' terms and conditions. Subordinate Lender will promptly provide any consent or approval required under the Subordinate Loan Documents, when and as Senior Lender directs whether or not the Subordinate Loan Documents' conditions for consent or approval are met.

B. **Senior Lender's Consent.** Senior Lender consents to the Subordinate Loan and the Subordinate Loan Documents and to the creation of a lien against the Property under the Subordinate Security Documents, but does not waive any rights Senior Lender may have to prohibit more subordinate financing.

C. **Postponement of Rights.** Except as this Agreement expressly provides otherwise, Subordinate Lender will obtain the Senior Lender's prior written consent before:

- (1) Exercising Subordinate Lender's statutory, common law, contractual or judicial remedies against the Property including, without limitation, the right of set-off, self-help repossession or foreclosure sale;
- (2) Assigning any Subordinate Loan Documents;
- (3) Otherwise interfering with Senior Lender's security interests in the Property;
- (4) Enforcing the obligations arising under the Subordinate Loan Documents;
- (5) Changing any of the Subordinate Loan Documents;
- (6) Entering into any other subordination agreements concerning the Subordinate Loan; or
- (7) Converting all or part of the Subordinate Loan into equity.

D. **Insurance, Condemnation and Loss Proceeds.** Subordinate Lender assigns to Senior Lender Subordinate Lender's interest in and to any property insurance policy proceeds, condemnation



awards and any other compensation for damages or other losses arising from the Property up to the amount of the Senior Loan's amount (Proceeds). The Senior Loan Documents, not the Subordinate Loan Documents, govern and control participate in adjusting or settling any loss, except to the extent Senior Lender permits in writing.

Subordinate Lender will direct that any Proceeds, due and payable to Subordinate Lender, be paid directly to Senior Lender or its designee. Subordinate Lender will hold any Proceeds that Subordinate Lender receives in trust for Senior Lender and immediately pay these Proceeds directly to Senior Lender or its designee. Subordinate Lender irrevocably appoints Senior Lender as Subordinate Lender's attorney-in-fact (coupled with an interest and granted for a valuable consideration) to:

- (1) Execute any settlement documents for Subordinate Lender for these Proceeds; and
- (2) Endorse the Subordinate Lender's name on any check or other instrument representing these Proceeds.

E. Consent to Leases and Nondisturbance. Subordinate Lender's approval of any lease, sublease or assignment on the Property, or change to these, will occur automatically on Senior Lender's approval. Senior Lender's approvals will be considered to meet Subordinate Loan Document requirements. If Senior Lender enters into a nondisturbance or other agreement with any of the Property's tenants, then Subordinate Lender will enter into the same agreement with this same tenant within ten business days after receiving Senior Lender's request. But, the agreement's references to Senior Lender and the Senior Loan Documents will be changed to Subordinate Lender and the Subordinate Loan Documents. Even if Subordinate Lender fails to give the nondisturbance agreement, Subordinate Lender will not disturb any tenant's possession or occupancy of all the tenant's leased portion of the Property without Senior Lender's prior written consent which can be withheld at Senior Lender's sole discretion. If Subordinate Lender brings a foreclosure proceeding, none of the Property's tenants or occupants will be named as party defendant and no action will be taken that would end any leases or other rights held by or granted by third parties on the Property.

F. Escrows. Subordinate Lender will waive any Subordinate Loan Documents' escrow requirements for paying the same costs that will be paid under an escrow Senior Lender established for costs concerning the Property. Subordinate Lender will deliver to Senior Lender any funds Subordinate Lender holds in escrow for the same purposes when Subordinate Lender receives Senior Lender's notice that Senior Lender has established this escrow.

G. Loan Document Changes. Unless this Agreement provides otherwise, Senior Lender will give Subordinate Lender notice of any change to the Senior Loan when this change will further increase the Senior Loan's principal or interest from those the Senior Loan Documents already permit. However, Senior Lender need not provide Subordinate Lender notice of a change to any lease or ground lease concerning the Property. Also, Senior Lender need not provide Subordinate Lender notice of any Senior Loan Document changes that increase principal or interest, when Senior Lender acts to:

- (1) Preserve and protect the Property;
- (2) Defer interest or other charges due; or
- (3) Cure any event of default under the Senior Loan Documents.

H. Refinancing of Senior Loan. On any Senior Loan refinancing, the Subordinate Lender will subordinate the lien of the Subordinate Loan Documents to that of the lien securing all or part of the Senior Loan.

I. Transfer of Loans. Senior Lender may assign or transfer all or part of the Senior Loan. An assignment or a transfer of the Subordinate or Senior Loans includes, without limitation, a sale, an assignment, a pledge, a hypothecation, an encumbrance, a conveyance and a syndication or participation. Senior Lender will retain an unimpaired right, prior to and superior to Senior Lender's transferee or holder, to enforce this Agreement as to the part of the Senior Loan not transferred. Senior Lender's assignee or transferee may enforce this Agreement on the portion of the loan that was assigned or transferred. Senior Lender may assign or transfer all or part of the Senior Loan to an assignee or a transferee when:

- (1) This Agreement remains effective;
- (2) Subordinate Lender provides its prior written consent; and
- (3) The Senior Lender's assignee, transferee or holder executes and delivers an agreement substantially similar to this Agreement or a recordable confirmation of this Agreement.

Subordinate Lender may assign or transfer all or part of the Subordinate Loan to Subordinate Lender's transferee on the same terms and conditions as the Senior Lender may transfer all or part of the Senior Loan.



J. Cross-Default. An event of default will occur under the Senior Loan Documents when Subordinate Lender exercises any of its remedies concerning the Subordinate Loan Documents.

K. Notices of Default. Subordinate Lender and Senior Lender will give each other every notice of default arising from their respective Loan Documents at the same time provided to their respective Loan Documents' Obligor. Subordinate Lender and Senior Lender will also furnish each other copies of documents from any threatened or pending lawsuits, arbitration or other proceeding that singly or together with other proceedings may adversely affect the Subordinate Loan's or the Senior Loan's performance.

L. Notice and Right to Cure. Subordinate Lender may cure any default under the Senior Loan Documents within the same period allowed under the Senior Loan Documents, beginning from the date Subordinate Lender receives Senior Lender's notice of this default. Senior Lender has a reciprocal right to cure any default under the Subordinate Loan Documents within the same cure period allowed under the Subordinate Loan Documents, beginning from the date Senior Lender receives Subordinate Lender's notice of this default. Senior Lender's failure to give Subordinate Lender any notice or opportunity to cure will not interfere with Senior Lender's rights against anyone obligated under the Senior Loan Documents.

M. Opportunity to Bid. Senior Lender will provide Subordinate Lender with reasonable notice of the time and place of any foreclosure sale, trustee's sale or similar auction of the Property that Senior Lender initiates and adjourns. Subordinate Lender may bid at this sale or auction if Subordinate Lender's bid provides for paying cash for the full amount due Senior Lender and provides a credit amount for the full amount due to Subordinate Lender. This sale will be without recourse to the Senior Lender.

N. No Obligation to Subordinate Lender. This Agreement will continue regardless of any action that Senior Lender takes concerning the debts, liabilities or obligations that are owed Senior Lender on any of the Senior Loan Documents. Senior Lender may apply all Senior Loan payments to the debts, liabilities or obligations that are owed Senior Lender, even when not then due.

O. Senior Lender's Actions. Senior Lender need not notify Subordinate Lender or obtain Subordinate Lender's consent when acting on Senior Loan obligations. None of these actions will affect this Agreement, except as this Agreement provides otherwise.

P. Obligor's Bankruptcy. This section's provisions will apply when the Senior Loan's Obligor or its property become subject to a state or federal bankruptcy or insolvency proceeding including, without limitation, those for liquidation, reorganization, receivership, readjustment, assignment for the benefit of creditors, sale of all or substantially all assets.

Subordinate Lender irrevocably authorizes and empowers Senior Lender to take any action necessary for Subordinate Lender that Senior Lender decides is advisable to enforce this Agreement. These actions include without limitation, filing proofs of claims, voting these claims, making bankruptcy reorganization elections and collecting any dividends, payments or disbursements made on these claims in whatever form paid or issued.

Subordinate Lender will execute and deliver to the Senior Lender any assignments, powers of attorney or other instruments that Senior Lender requires to enforce any claims. Making bankruptcy reorganization elections and collecting any dividends, payments or disbursements made on these claims in whatever form paid or issued.

Subordinate Lender will execute and deliver to the Senior Lender any assignments, powers of attorney or other instruments that Senior Lender requires to enforce any claims. Without Senior Lender's prior written consent, Subordinate Lender will not provide debtor-in-possession financing or similar actions in a bankruptcy or insolvency proceeding of any Senior Loans' Obligor.

Subordinate Lender transfers and assigns to Senior Lender any payments or distributions that Subordinate Lender would be entitled to under such proof of claim, but for this Agreement. These payments or distributions will be paid and distributed to Senior Lender who will apply them to the Senior Loan.

Subordinate Lender only may appear in any Senior Loan Obligor's bankruptcy or insolvency proceeding and collect amounts owed Subordinate Lender, when the Senior Lender is fully paid in cash and all payments made on the Senior Loan are not subsequently invalidated or rescinded.

Q. Further Documentation. To uphold this Agreement's purpose and intent, Subordinate Lender will execute, acknowledge and deliver any and all further estoppel certificates, subordination agreements and other instruments that Senior Lender reasonably requires from time to time, provided that:

- (1) Any amount payable under the Senior Loan Documents is outstanding;



- (2) The Senior Lender has an existing obligation under the Senior Loan Documents; or
- (3) Any Senior Security Documents' lien exists against all or part of the Property.

R. Nonrecourse. Senior Lender's shareholders, directors, trustees, officers, employees or agents do not have any personal liability for the Senior Lender's obligations under this Agreement.

S. Property's Protection and Preservation. Senior Lender has no duty or liability to protect, preserve or collect the Property beyond the sale custody of documents and instruments in Senior Lender's actual possession. Senior Lender will account to Subordinate Lender only for what Senior Lender collects or realizes from the Property's sale or disposition.

11. CONSENTS AND WAIVERS. Subordinate Lender provides the following consents and waivers.

A. Obligor's Status. Senior Lender has no duty to advise Subordinate Lender about any Senior Loan Obligor's financial condition and similar relevant circumstances known about any Senior Loan's Obligor. Subordinate Lender assumes full responsibility for keeping informed about any Senior Loan obligor's financial condition and similar relevant circumstances.

B. Senior Loan Disbursements. Any application or use of the Senior Loan proceeds for purposes other than those expressed in the Senior Loan Documents will not defeat, cancel, diminish, restrict or limit this Agreement's subordination. Senior Lender has no duty to, nor has Senior Lender represented that it will, ensure that the Senior Loan's proceeds are used for the purposes expressed in the Senior Loan Documents.

C. Senior Lender's Violation. Senior Lender's violation of this Agreement will not cancel, annul, end, diminish or render void Subordinate Lender's unconditional subordination of the Subordinate Security Documents made under this Agreement.

D. Marshaling. Subordinate Lender waives its right to require Senior Lender to exercise its remedies against anyone or anything before exercising its remedies under this Agreement or proceeding against the Property. Subordinate Lender waives any right to require a marshaling of assets of Obligor.

E. No Subrogation by Subordinate Lender. Subordinate Lender will not acquire any lien, right, title or other interest in the Property superior to Senior Lender's interest (as evidenced by the Senior Loan Documents), unless the following occurs:

- (1) Subordinate Lender notifies Senior Lender of Subordinate Lender's intentions;
- (2) The Senior Security Documents' holder fails or refuses to make this acquisition within 45 days after receiving this notice; and
- (3) Subordinate Lender pays cash for this acquisition.

Acquisitions include, without limitation, those arising from subrogation, contract or governmental charges (such as real estate tax liens or assessments).

Subordinate Lender waives and releases any and all subrogation rights that Subordinate Lender has against the Property that would result in Subordinate Lender obtaining a priority equal to or superior to priority of the Senior Loan documents. These subrogation rights arise when Subordinate Lender advances funds to cure a default under the Senior Loan Documents, to pay liens encumbering the Property or to otherwise protect the Property and the lien of the Subordinate Security Documents.

F. Exhaustion of Remedies. Subordinate Lender waives Senior Lender's need to exhaust any right or take any action against Obligor or any other person or entity or any collateral encumbered by the Senior Security Documents.

This Agreement will remain in full force and effect even though the Senior Loan Documents are fully or partially invalidated or declared unenforceable, or circumstances create a defense to or discharge of the Senior Loan Obligor's obligations (other than full cash payment).

12. WAIVER OF REMEDIES. By choosing any one or more remedies, Senior Lender does not give up Senior Lender's right to use any other remedy. Senior Lender does not waive a default if Senior Lender chooses not to use a remedy. By electing not to use any remedy, Senior Lender does not waive Senior Lender's right to later consider the event a default and to use any remedies if the default continues or occurs again.

13. PRIORITIES. This Agreement's subordination and priorities are applicable regardless of the time or order that the statutory, common law or contractual liens, security interests or other interest were created, attached, perfected, filed, recorded or vested. This Agreement's subordination and priorities



are also applicable regardless of the failure to give a written notice of the acquisition of a purchase money security interest or lien.

14. THIRD PARTIES NOT BENEFITED. This Agreement is solely for the benefit of Senior Lender and Subordinate Lender and no other person or persons, other than a title insurance company, will have any right, benefit, priority or interest arising from or under this Agreement. Senior Lender and Subordinate Lender specifically reserve any and all of their respective rights, security interest or liens, against any other parties.

15. AGREEMENT'S DURATION. This Agreement shall continue in full force and effect and all of the terms, conditions and provision relating thereto shall continue to be fully operative until:

A. Senior Loan Fully Paid. Senior Lender provides Subordinate Lender written acknowledgment that all of the amounts due to Senior Lender under the Senior Loan Documents have been paid or otherwise discharged;

B. Senior Lender's Obligation. Senior Lender no longer has any obligation to advance funds under the Senior Loan Documents; and

C. Release and Satisfaction. Senior Lender has recorded a release and satisfaction or reconveyance of Senior Lender's entire interest in and to the Senior Security Documents.

But, the Senior Loan will be revived and continue in full force and effect when all or part of any Senior Loan's payments are rescinded, invalidated or set aside and repaid to any Senior Loan's Obligor. This revival and repayment may arise under any state or federal law including, without limitation, the United States Bankruptcy Code. The Senior Loan's revival and continuation will be limited to Senior Lender's repayment amount.

16. SENIOR LOAN GOVERNS SUBORDINATE LOAN. The Senior Loan Documents govern when the Senior Loan Documents conflict with the Subordinate Loan Documents and Obligor and Property Owner need not comply with the Subordinate Loan Documents' conflicting obligations.

17. APPLICABLE LAW. This Agreement is governed by the laws of Wyoming, the United States of America, and to the extent required, by the laws of the jurisdiction where the Property is located, except to the extent such state laws are preempted by federal law.

18. SUCCESSORS. If the Subordinate Lender consists of more than one person, the obligations and liabilities of each of these persons is joint and several. This Agreement shall run with the land. This Agreement's duties and benefits will bind and benefit Subordinate Lender's and Senior Lender's successors, assigns, designees and nominees.

19. AMENDMENT, INTEGRATION AND SEVERABILITY. This Agreement may not be amended or modified by oral agreement. No amendment or modification of this Agreement is effective unless made in writing. This Agreement is the complete and final expression of Subordinate Lender and Senior Lender regarding the subordination of the agreements as to this subordination. If any provision of this Agreement is unenforceable, then the unenforceable provision will be severed and the remaining provisions will still be enforceable.

20. INTERPRETATION. Whenever used, the singular includes the plural and the plural includes the singular. The section headings are for convenience only and are not to be used to interpret or define the terms of this Agreement.

21. NOTICE AND ADDITIONAL DOCUMENTS. Unless otherwise required by law, any notice will be given by delivering it or mailing it by first class mail to the appropriate party's address listed in the DATE AND PARTIES section, or to any other address designated in writing. Subordinate Lender will inform Senior Lender in writing of any change in Subordinate Lender's name or address. Subordinate Lender and Senior Lender agree to execute and deliver any further documents and do anything else necessary to fully effect this Agreement's purposes, including further documents that any title insurance company requires to evidence or confirm the subordination of the Subordinate Security Documents to the Senior Security Documents. Time is of the essence.

22. ERRORS AND OMISSIONS. If Senior Lender decides, in its sole discretion, that the documents do not accurately describe the agreement between Senior Lender and Subordinate Lender, then Subordinate Lender will cooperate with Senior Lender to correct this Agreement and any other Loan Documents so they are accurate. Subordinate Lender agrees to assume all costs including, without limitation, actual expenses, legal fees and marketing losses for failing to reasonably comply with Senior Lender's request within 30 days.



23. AGREEMENT TO ARBITRATE. Senior Lender or Subordinate Lender may submit to binding arbitration any dispute, claim or other matter in question between or among Senior Lender and Subordinate Lender that arises out of or relates to this Transaction (Dispute), except as otherwise indicated in this section or as Senior Lender and Subordinate Lender agree to in writing. For purposes of this section, this Transaction includes this Agreement and any other documents, instruments and proposed loans or extensions of credit that relate to this Agreement. Senior Lender or Subordinate Lender will not arbitrate any Dispute within any "core proceedings" under the United States bankruptcy laws.

Senior Lender and Subordinate Lender must consent to arbitrate any Dispute concerning a debt secured by real estate at the time of the proposed arbitration. Senior Lender may foreclose or exercise any powers of sale against real property securing a debt underlying any Dispute before, during or after any arbitration. Senior Lender may also enforce a debt secured by this real property and underlying the Dispute before, during or after any arbitration.

Senior Lender or Subordinate Lender may, whether or not any arbitration has begun, pursue any self-help or similar remedies, including taking property or exercising other rights under the law; seek attachment, garnishment, receivership or other provisional remedies from a court having jurisdiction to preserve the rights of or to prevent irreparable injury to Senior Lender or Subordinate Lender; or foreclose against any property by any method or take legal action to recover any property. Foreclosing or exercising a power of sale, beginning and continuing a judicial action or pursuing self-help remedies will not constitute a waiver of the right to compel arbitration.

The arbitrator will determine whether a Dispute is arbitral. A single arbitrator will resolve any Dispute, whether individual or joint in nature, or whether based on contract, tort, or any other matter at law or in equity. The arbitrator may consolidate any Dispute with any related disputes, claims or other matters in question not arising out of this Transaction. Any court having jurisdiction may enter a judgment or decree on the arbitrator's award. The judgment or decree will be enforced as any other judgment or decree.

Senior Lender and Subordinate Lender acknowledge that the agreements, transactions or the relationships which result from the agreements or transactions between and among Senior Lender and Subordinate Lender involve interstate commerce. The United States Arbitration Act will govern the interpretation and enforcement of this section.

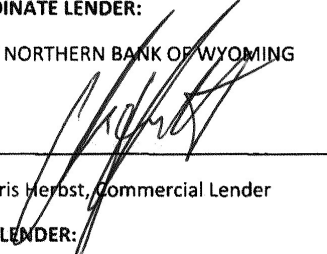
The American Arbitration Association's Commercial Arbitration Rules, in effect on the date of this Agreement, will govern the selection of the arbitrator and the arbitration process, unless otherwise agreed to in this Agreement or another writing.

24. WAIVER OF TRIAL FOR ARBITRATION. Senior Lender and Subordinate Lender understand that the parties have the right or opportunity to litigate any Dispute through a trial by judge or jury, but that the parties prefer to resolve Disputes through arbitration instead of litigation. If any Dispute is arbitrated, Senior Lender and Subordinate Lender voluntarily and knowingly waive the right to have a trial by jury or judge during the arbitration.

SIGNATURES. By signing, Subordinate Lender and Senior Lender agree to the terms and covenants contained in this Agreement and in any attachments. Subordinate Lender also acknowledges receipt of a copy of this Agreement.

SUBORDINATE LENDER:

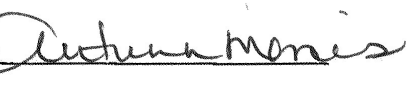
FIRST NORTHERN BANK OF WYOMING

By 

Chris Herbst, Commercial Lender

SENIOR LENDER:

FIRST NORTHERN BANK OF WYOMING

By 

Autumn Morris, Mortgage Loan Originator

OBLIGOR'S CONSENT AND ACKNOWLEDGMENT. By signing, Obligor consents to the above Agreement and agrees to comply with its terms that limit or restrict the Obligor. The Obligor acknowledges that the above Agreement confers no benefits on Obligor, other than to obtain credit from Senior Lender, and will not diminish Obligor's obligations to Senior Lender or impose any obligations by the Obligor on Subordinate Lender and Senior Lender.

Borrower:

Chad Edward Switzenberg 7/9/20

CHAD EDWARD SWITZENBERG (Date)

Tammy Luella Switzenberg 7/9/2020

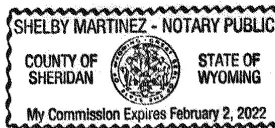
TAMMY LUELLA SWITZENBERG (Date)

State of Wyoming County of Sheridan ss

This instrument was acknowledged before me this 9 day of July, 2020 by CHRIS HERBST as COMMERCIAL LENDER of First Northern Bank of Wyoming

My commission expires:
02/02/2022

Shelby Martinez
(Notary Public)



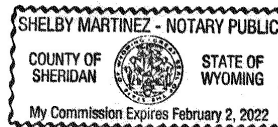
(Lender Acknowledgment)

State of Wyoming County of Sheridan ss

This instrument was acknowledged before me this 9 day of July, 2020 by AUTUMN MORRIS as Mortgage Loan Originator of First Northern Bank of Wyoming.

My commission expires:
02/02/2022

Shelby Martinez
(Notary Public)



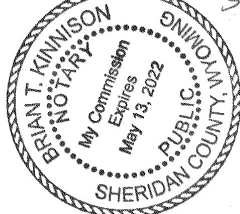
(Obligor's Acknowledgment)

State of Wyoming County of Sheridan ss

This instrument was acknowledged before me this 9th day of July, 2020 by CHAD EDWARD SWITZENBERG and TAMMY LUELLA SWITZENBERG as borrowers.

My commission expires: 5-13-22

Brian T. Kinnison
(Notary Public)





2020-760043 7/15/2020 4:04 PM PAGE: 10 OF 10
FEES: \$39.00 PK SUBORDINATION AGREEMENT
EDA SCHUNK THOMPSON, SHERIDAN COUNTY CLERK

Legal Description:

A tract of land situated in the NE¼ of Section 21, Township 55 North, Range 84 West of the 6th Principal Meridian, Sheridan County, Wyoming, being more particularly described as follows:

Beginning at the Northwest corner of said Section 21, bear S01°15'E, 1993 feet, thence N89°38'E, 3921 feet, thence continuing N89°38'E, 672.5 feet, thence N00°06'E, 700 feet, thence N12°31'35"E, 101.73 feet, thence N45°45'09"W, 70.54 feet, to the TRUE POINT OF BEGINNING; thence S75°57'26"W, 172.24 feet, thence N06°55'42"W, 401.21 feet, thence N89°37'59"E 295.13 feet, thence S12°31'35"W, 367.12 feet to the TRUE POINT OF BEGINNING, being that certain tract of land designated on a plat prepared by Rosendahl & Associates, dated March 14, 1984.

NO. 2020-760043 SUBORDINATION AGREEMENT

EDA SCHUNK THOMPSON, SHERIDAN COUNTY CLERK
WILCOX AGENCY
SHERIDAN WY 82801