


WHEN RECORDED RETURN TO:  
Mountain West Small Business Finance  
2595 East 3300 South  
Salt Lake City, Utah 84109

  
**2024-791269** 4/9/2024 8:35 AM PAGE: 1 OF 4  
FEES: \$21.00 PK SUBORDINATION AGREEMENT  
EDA SCHUNK THOMPSON, SHERIDAN COUNTY CLERK

**Real Estate Lease  
Subordination Agreement and Assignment of Rents**

This Subordination Agreement is entered into by Craftco Metals Services Incorporated, a Wyoming corporation ("Lessee") for the benefit of Mountain West Small Business Finance ("MWSBF") and its successor in interest, the Small Business Administration ("SBA").

RECITALS

A. Lessee has heretofore leased from Craftco Manufacturing Solutions Holdings, LLC, a Wyoming limited liability company ("Lessor") by lease dated December 31, 2023 for a term of twenty-five years (the "Lease") certain real property (the "Leased Premises") known as 680 Airfield Lane, Sheridan, WY 82801-5837, located in the County of Sheridan, State of Wyoming and described as follows:

See Exhibit "A" which is attached hereto and incorporated herein by this reference.

B. MWSBF and the SBA have authorized the making of an SBA 504 Loan, Loan No. 5691269104, to Lessor in the amount of \$1,069,000.00, due and payable on or before a time to be determined by the U.S. Secretary of the Treasury (the "Loan").

C. The Loan is for the benefit of both Lessee and Lessor, in that the funds are to be used for the benefit of the business conducted on the Leased Premises purchased and/or renovated by Loan proceeds.

D. A condition of the Loan is that the Lease be subordinated to the lien of a mortgage executed by Lessor and recorded as a lien superior to the Lease.

AGREEMENT

NOW, THEREFORE, in consideration of disbursement of the Loan or any part thereof, and for other good and valuable consideration the receipt and legal sufficiency of which are hereby acknowledged, Lessee covenants and agrees as follows:

1. No Default. Lessee is not now in default in the performance of the Lease; and Lessee will perform the covenants and conditions required of it by the Lease for the term of the Loan and any extensions or renewals of it.

2. Subordination of Lease. All rights under the Lease together with any and all right, interest, estate, title, lien, or charge against or respecting the Leased Premises (or any portion thereof) by virtue of the Lease, shall be and the same are hereby made subject, subordinate, inferior, and junior to the lien and title of MWSBF and the SBA represented by the SBA Note in the amount of \$1,069,000.00 and security instruments related to the Loan, including without limitation the Promissory Note, Mortgage, Security Agreement and UCC Financing Statements (filed with the Uni-

form Commercial Code Division for the State of Wyoming and as fixture filings in Sheridan County, Wyoming) (the "Loan Documents") and to all rights, powers, title, and authority of MWSBF and the SBA under or in any way related to or arising out of the Loan Documents and to all sums heretofore or hereafter advanced on the security of the Loan Documents or any of them, including all sums advanced or costs incurred as fees, expenses, disbursements, or charges in connection with the Loan Documents or the Loan. The Lease Rights, together with any and all right, interest, estate, title, lien, or charge against or respecting the Leased Premises (or any portion thereof) by virtue of the Lease, are hereby subordinated to the Loan Documents the same and as fully as if the Loan Documents had been executed, delivered and, where appropriate, filed, prior to execution, delivery and filing of the Lease.

3. Assignment of Rents. The undersigned Lessee, for and in consideration of the moneys lent pursuant to the aforesaid note and other valuable consideration, receipt of which is hereby acknowledged, assign, transfer, and set over to CDC/SBA all sub-leases, including rents, profits, and income derived from the real estate and the building and improvements thereon, the full and complete right in SBA, in case of default in the payment of the indebtedness or any part thereof or failure to comply with any of the terms or conditions of the Note, Mortgage and Loan Agreements, as its assignee, to demand, collect, receive, and receipt for such rents, income and profits, to take possession of the premises and all leaseholds without having a receiver appointed therefore, to rent and manage the same from time to time and apply the net proceeds of the rents, income, and profits from the property on the indebtedness until all delinquencies, advances, and the indebtedness are paid in full by the application of the rents, or until title, is obtained through foreclosure otherwise.

4. This Agreement shall be binding upon and inure to the benefit of the personal representatives, successors and assigns of the parties hereto.

Dated March 26, 2024.

LESSEE:

Craftco Metals Services Incorporated, a Wyoming corporation

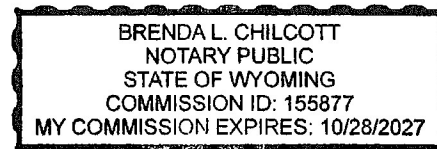
By:

Jeffrey A. Garrelts, President

STATE OF Wyoming )  
COUNTY OF Sheridan ) :ss.

The foregoing instrument was acknowledged before me this March 26, 2024 by Jeffrey A. Garrelts , President, Craftco Metals Services Incorporated, a Wyoming corporation.

Brenda L Chilcott  
Notary Public





**EXHIBIT "A"**  
**LEGAL DESCRIPTION**

A tract of land situated in the SE1/4NW1/4 of Section 3, T55N, R84W, 6th P.M.,  
Sheridan County, Wyoming, described as follows:

Beginning at a point S51°49'E, a distance of 2532.5 feet from the Northwest corner of said Section 3; also S7°02'15"W, a distance of 262.30 feet from the Northwest corner of the Granville 2nd Addition; thence S0°02'30"E, a distance of 400 feet, said line parallel to and 15 feet distance West from the buried water line which belongs to Sheridan County, Wyoming; thence S89°21'20"W, a distance of 157.26 feet to a point of curve; thence along curve of 76.64 feet radius with length of 68.42 feet to the point of tangent; thence N39°29'15"W, a distance of 115.88 feet, along the right of way of county road; thence N2°02'30"W a distance of 289.43 feet to the south line of service road (proposed); thence N89°21'30"E, along the South line of service road (proposed) for a distance of 286.74 feet to the point of beginning.