**EXHIBIT #**

**LENDER SUBORDINATION AGREEMENT** *(TEMPLATE)*

***Delete all red-italicized instructions upon completion of this form.***

*Minn. Stat. 114E.10 (d)(1) says an interest (such as a mortgage) that has priority under other law is not affected by an environmental covenant unless the person that owns the interest (such as a lender) subordinates that interest to the covenant.* ***The sole purpose of this subordination agreement is to ensure continuity of the environmental covenant and easement if the property is conveyed through foreclosure, deed in lieu of foreclosure, or termination of a contract-for-deed.*** *According to Minn. Stat. 114E.10(d)(4), an agreement by a person (such as a lender) to subordinate a prior interest to an environmental covenant affects the priority of that person’s interest but does not by itself impose any affirmative obligation on the person with respect to the environmental covenant, unless and until the person becomes an owner, as described in the environmental covenant and easement.*

FOR VALUABLE CONSIDERATION, the undersigned hereby subordinates the lien on real property in county name County, Minnesota, which is evidenced by a title of document to be subordinated, dated month/day/year, and recorded on month/day/year, as document number #, in the Office of the County Recorder/Registrar of Titles of County name County, Minnesota, [*include if assignee, otherwise delete:* and assigned to the undersigned under that certain title of assignment dated month/day/year, and recorded on month/day/year, as document number #, in the Office of the County Recorder/Registrar of Titles of County name County, Minnesota] to the Environmental Covenant and Easement to which this agreement is attached. *The* lender *can choose to waive (or not waive) the right to consent to future amendments or modifications of the environmental covenant and easement. Please choose accordingly:* The undersigned waives/does not waive the right to consent to any subsequent amendment or modification to the Environmental Covenant and Easement.

Enter name of subordinating entity

By: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

(Signature)

Its: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

(Type of authority)

State of state )

) SS.

County of county )

This instrument was acknowledged before me on \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, by

(month/day/year)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ , as \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of

(name of authorized signer) (type of authority)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

(name of entity on behalf of whom the instrument was signed)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (signature)

Notary Public

My Commission Expires (mm/dd/yyyy): \_\_\_\_\_\_\_\_\_\_\_