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1. **Title of Document:** Subordination Agreement
2. **Date of Document:** As of [July ____], 2025
3. **Grantor(s) (for indexing purposes only):**
Housing Authority of the City of Columbia, Missouri
City of Columbia, Missouri
4. **Grantee(s) (for indexing purposes only):** Legacy Bank and Trust Company
5. **Statutory Mailing Address(es):**

Grantor(s): Housing Authority of the City of Columbia, Missouri
201 Switzler Street
Columbia, Missouri 65203

City of Columbia, Missouri
701 E. Broadway
Columbia, Missouri 65205

Grantee(s): Legacy Bank and Trust Company

6. **Legal description:** See Exhibit A annexed to the document.
7. **Reference(s) to Book(s) and Page(s):** Deed of Trust in Book ____ at Page ____
Deed of Trust in Book ____ at Page ____
Deed of Trust in Book ____ at Page ____
Deed of Trust in Book ____ at Page ____
Deed of Trust in Book ____ at Page ____

SUBORDINATION AGREEMENT

This **SUBORDINATION AGREEMENT** dated as of [July ____], 2025 (this “**Agreement**”) is by and among **LEGACY BANK & TRUST COMPANY**, a Missouri chartered bank (the “**Construction Lender**”), **HOUSING AUTHORITY OF THE CITY OF COLUMBIA, MISSOURI**, a Missouri municipal corporation (“**CHA Subordinate Lender**”), **THE CITY OF COLUMBIA, MISSOURI**, a Missouri municipal corporation (“**COMO Subordinate Lender**”), and **PARK AVENUE HOUSING DEVELOPMENT GROUP, LP**, a Missouri limited partnership (“**Borrower**”).

RECITALS:

A. The Borrower is developing a 79 multifamily housing unit project in the City of Columbia, Missouri, to be known as Park Avenue Apartments (the “**Project**”) legally described on Exhibit A hereto.

B. The Construction Lender is making a certain [up to \$15,297,761.00] construction loan to the Borrower (“**Conventional Construction Loan**”). The proceeds of the Conventional Construction Loan are to be used for the acquisition, construction, and financing of the Project. The Conventional Construction Loan is secured by, among other things, a Deed of Trust, Assignment of Leases and Rents, Security Agreement, and Fixture Filing (Construction to Permanent) (“**Senior Security Deed of Trust**”) which grants Trustee a first lien on the Property for the benefit of Senior Lender and is evidenced by a Promissory Note (the “**Senior Note**”).

C. CHA Subordinate Lender has provided seller financing to Borrower in connection with Borrower’s purchase of the land on which the Project will be developed from CHA Subordinate Lender in the amount of One Million and 00/100 Dollars (\$1,000,000.00) (the “**Second Lien Position Subordinate Loan**”) for the benefit of the Project. The Second Lien Position Subordinate Loan is evidenced by a Promissory Note (the “**Second Lien Position Subordinate Note**”), dated of even date herewith, executed by the Borrower to the order of the CHA Subordinate Lender and secured by the Second Deed of Trust encumbering the Project, dated of even date herewith, executed by the Borrower in favor of the CHA Subordinate Lender (the “**Second Lien Position Subordinate Deed of Trust**”).

D. CHA Subordinate Lender has provided gap financing to Borrower in connection with Borrower’s development of the Project in the amount of Five Hundred Thousand and 00/100 Dollars (\$500,000.00) (the “**Third Lien Position Subordinate Loan**”) for the benefit of the Project. The Third Lien Position Subordinate Loan is evidenced by a Promissory Note (the “**Third Lien Position Subordinate Note**”), dated of even date herewith, executed by the Borrower to the order of the CHA Subordinate Lender and secured by the Third Deed of Trust encumbering the Project, dated of even date herewith, executed by the Borrower in favor of the CHA Subordinate Lender (the “**Third Lien Position Subordinate Deed of Trust**”).

E. COMO Subordinate Lender has entered into an agreement with the Borrower pursuant to which COMO Subordinate Lender is making a loan to the Borrower in the amount of Two Million and 00/100 Dollars (\$2,000,000.00) (the “**Fourth Lien Position Subordinate Loan**”) for the benefit of the Project. The Fourth Lien Position Subordinate Loan is evidenced by a Promissory Note (the “**Fourth Lien Position Subordinate Note**”), dated of even date herewith, executed by the Borrower to the order of the COMO Subordinate Lender and secured by the Fourth Deed of Trust encumbering the Project, dated of even date herewith, executed by the Borrower in favor of the COMO Subordinate Lender (the “**Fourth Lien Position Subordinate Deed of Trust**”).

F. COMO Subordinate Lender has entered into an agreement with the Borrower pursuant to

which COMO Subordinate Lender is making a loan to the Borrower in the amount of One Million Six Thousand Six Hundred Thirty-Eight and 00/100 Dollars (\$1,006,638) (the “**Fifth Lien Position Subordinate Loan**”) for the benefit of the Project. The Fifth Lien Position Subordinate Loan is evidenced by a Promissory Note (the “**Fifth Lien Position Subordinate Note**”), dated of even date herewith, executed by the Borrower to the order of the COMO Subordinate Lender and secured by the Fifth Deed of Trust encumbering the Project, dated of even date herewith, executed by the Borrower in favor of the COMO Subordinate Lender (the “**Fifth Lien Position Subordinate Deed of Trust**”).

G. Boone County, Missouri (“**County**”) and CHA Subordinate Lender have entered into an agreement with the Borrower pursuant to which the County would advance American Rescue Plan Act funds to CHA Subordinate Lender and CHA Subordinate Lender would use such funds to fund the Project, and CHA Subordinate Lender is making a loan using such funds to the Borrower in the amount of Five Million and 00/100 Dollars (\$5,000,000.00) (the “**Sixth Lien Position Subordinate Loan**”) for the benefit of the Project. The Sixth Lien Position Subordinate Loan is evidenced by a Promissory Note (the “**Sixth Lien Position Subordinate Note**”), dated of even date herewith, executed by the Borrower to the order of the CHA Subordinate Lender and secured by the Sixth Deed of Trust encumbering the Project, dated of even date herewith, executed by the Borrower in favor of the CHA Subordinate Lender (the “**Sixth Lien Position Subordinate Deed of Trust**”).

H. Borrower has requested that CHA Subordinate Lender and COMO Subordinate Lender (collectively, the “**Subordinate Lenders**”) subordinate their respective liens created by the Second Lien Position Subordinate Deed of Trust, the Third Lien Position Subordinate Deed of Trust, the Fourth Lien Position Subordinate Deed of Trust, the Fifth Lien Position Subordinate Deed of Trust, and the Sixth Lien Position Deed of Trust (collectively, the “**Subordinate Deeds of Trust**”) so that Borrower can obtain the Conventional Construction Loan from Senior Lender.

I. The Conventional Construction Loan and the Second Lien Position Subordinate Loan, the Third Lien Position Subordinate Loan, the Fourth Lien Position Subordinate Loan, and the Fifth Lien Position Subordinate Loan (said subordinate loans, collectively, “**Subordinate Loans**”) will be used to finance the Project which will be secured by liens on the Property, and a listing of the documents that evidence and secure the repayment of the Loans (collectively, the “**Loan Documents**”):

<u>Description of Loan</u>	<u>Amount of Loan(s)</u>	<u>Applicable Loan Documents</u>
Conventional Construction Loan	\$[up to 15,297,761.00]	Documents listed on Exhibit B
Second Lien Position Subordinate Loan	\$1,000,000.00	Documents listed on Exhibit C
Third Lien Position Subordinate Loan	\$300,000.00	Documents listed on Exhibit D
Fourth Lien Position Subordinate Loan	\$2,000,000.00	Documents listed on Exhibit E
Fifth Lien Position Subordinate Loan	\$1,006,638.00	Documents listed on Exhibit F
Sixth Lien Position Subordinate Loan	\$5,000,000.00	Documents listed on Exhibit G

J. The Senior Lender is not willing to make the Conventional Construction Loan unless Subordinate Lenders enter into this Agreement and in order to induce the Senior Lender to make the Conventional Construction Loan, the Subordinate Lenders are willing to execute this Agreement.

K. The Subordinate Lenders desire to and agree upon and set forth the priority of all of its respective security interest in and lien on the Senior Collateral and the other matters set forth below.

L. It is further intended that the parties wish to specify how the terms and conditions contained in the Loan Documents shall be interpreted in the event of a conflict or inconsistency therein.

NOW, THEREFORE, in consideration of the foregoing recitals, the agreements herein and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Senior Lender and Subordinate Lenders hereby agree as follows:

1. **DEFINITIONS.** The following capitalized words and phrases shall have the meaning indicated for each below.

“Bankruptcy Code” means the United States Bankruptcy Code, as amended from time to time, any successor statute or rule promulgated thereto.

“Business Days” means a day that is not (a) a Saturday, Sunday or legal holiday on which banking institutions in Missouri or the states where the principal corporate trust office of the Senior Lender is located are authorized by law to close, (b) a day on which the New York Stock Exchange or the Federal Reserve Bank is closed, or (c) a day on which the principal office of the Original Purchaser is closed for reasons not related to financial conditions.

“Conventional Construction Loan Documents” means those documents listed on Exhibit B.

“Insolvency Proceeding” means any proceeding under Title 11 of the United States Code (11 U.S.C. Sec. 101 *et seq.*) or any other insolvency, liquidation, reorganization or other similar proceeding concerning the Borrower, any action for the dissolution of the Borrower, any proceeding (judicial or otherwise) concerning the application of the assets of the Borrower, for the benefit of its creditors, the appointment of or any proceeding seeking the appointment of a Senior Lender, receiver or other similar custodian for all or any substantial part of the assets of the Borrower or any other action concerning the adjustment of the debts of the Borrower or the cessation of business by the Borrower, except following a sale, transfer or other disposition of all or substantially all of the assets of the Borrower in a transaction permitted under the Loan Documents.

“Lenders” means the Senior Lender and the Subordinate Lenders, and “Lender” means any one of them.

“Loans” means, collectively, the Conventional Construction Loan and the Subordinate Loans; and “Loan” means any one of them.

“Obligors” means the Borrower and any other person primarily or secondarily liable for the repayment of the Senior Obligations; and “Obligor” means any one of them.

“Official Records” means the real property records of the county for Boone County, Missouri.

“Person” means any individual, corporation, limited liability company, partnership, joint venture, association, joint-stock company, trust, unincorporated organization or government or any agency or political subdivision thereof.

“Satisfied” means, with respect to any obligations (including, without limitation, the Subordinate Obligations or the Senior Obligations), that all such obligations shall have been fully, finally and indefeasibly paid in cash.

“**Senior Collateral**” means the buildings, improvements, personal property and other assets located on or used in connection with the Property, all other collateral described in the Conventional Construction Loan Documents and all proceeds thereof.

“**Senior Obligations**” means the obligations of the Borrower to the Senior Lender under the Conventional Construction Loan Documents.

“**Subordinate Lenders**” shall have the meaning the CHA Subordinate Lender and the COMO Subordinate Lender, as defined in the introductory paragraph.

“**Subordinate Loan Documents**” means the documents listed in Exhibit C, Exhibit D, Exhibit E, Exhibit F, and Exhibit G.

“**Subordinate Obligations**” means the obligations of the Borrower and/or Guarantor (if any) to the Subordinate Lenders under the Subordinate Loan Documents.

“**UCC**” means the Missouri Uniform Commercial Code, as in effect from time to time.

2. Subordination.

2.1 Except as specifically provided below, each party hereto agrees to the following priority for the provisions contained in the Loan Documents and any and all liens and/or encumbrances created thereby and subordinates and agrees to continue to subordinate its respective Loan Documents and liens and/or encumbrances created thereby to those Loan Documents and liens and/or encumbrances that are listed as having a priority over its Loan Documents and liens and/or encumbrances created thereby as follows:

<u>Loan</u>			<u>Order of Priority</u>
Conventional Documents	Construction Loan		First
Second Lien Documents	Priority Subordinate Loan		Second
Third Lien Documents	Priority Subordinate Loan		Third
Fourth Lien Documents	Priority Subordinate Loan		Fourth
Fifth Lien Documents	Priority Subordinate Loan		Fifth
Sixth Lien Documents	Priority Subordinate Loan		Sixth

The parties hereto acknowledge that it is a condition of receiving low-income housing tax credits that the Borrower file a regulatory agreement (the “**Regulatory Agreement**”). The Senior Lender and the Subordinate Lender further agree that the Regulatory Agreement is subordinate to the Conventional Construction Loan and Conventional Construction Loan Documents, the Subordinate Loans, and the Subordinate Loan Documents, except to the extent required to comply with the affordability period.

2.2 The foregoing agreements set forth in Section 2.1 are made irrespective of (a) the time, order, manner or method of creation, attachment or perfection of the respective security interests or liens granted to

any Lender in or on the Senior Collateral or any improvements or other real or personal property located on, arising out of, or relating to the Senior Collateral, (b) the time or manner of the filing of their respective mortgages, assignments of leases, or financing statements, (c) the dating, execution or delivery of any agreement, document or instrument granting any Lender security interests or liens in or on any or all of the Senior Collateral, (d) any knowledge of, or actual or constructive notice to, any Lender of the obligations to any other Lender, (e) the giving or failure to give notice of the acquisition or expected acquisition of any purchase money or other security interests and (f) any provision of the UCC or any other applicable law to the contrary. For purposes of the foregoing allocation of priorities, any claim of a right of setoff shall be treated in all respects as a security interest and no claimed right of setoff shall be asserted to defeat or diminish the rights or priorities provided for herein. The subordinations and relative priority arrangements set forth in this Agreement are applicable regardless of whether the security interest or lien to which another security interest or lien is junior is not perfected or is voidable for any reason.

2.3 The Senior Lender shall provide the Subordinate Lenders with written notice of any default or event of default under any of the Conventional Construction Loan Documents and will give the Subordinate Lenders a reasonable opportunity, not more than thirty (30) days from the notice of default, to cure any such default before exercising any remedies allowed under the Conventional Construction Loan Documents. The Borrower hereby authorizes the Senior Lender to provide copies of such notices. In the event of any such Senior Lender's sale, UCC sale or other foreclosure sale, the proceeds shall be applied as provided in Section 2.4. Upon the effectiveness of any Senior Lender's, UCC or foreclosure sale, or conveyance and transfer in lieu thereof, the Senior Collateral shall be free and clear of any liens and security interests of any Subordinate Lenders.

2.4 The Borrower and the Subordinate Lenders authorize, instruct and direct the Senior Lender to apply any proceeds derived from any Senior Lender's sale, UCC sale or other foreclosure sale or deed in lieu of foreclosure sale of the Senior Collateral conducted pursuant to the Conventional Construction Loan Documents to be applied, first, to the payment of the Senior Obligations, in such order and priority as may be provided in the Conventional Construction Loan Documents, until the Senior Obligations are Satisfied. If the Senior Obligations are Satisfied, then any excess proceeds from the Senior Collateral remaining thereafter, shall be applied to the Subordinate Loans in the order of priority set forth in Section 2.1.

3. Intentionally Omitted.

4. Representations and Agreements of Subordinate Lender. Subordinate Lenders and the Borrower represent and warrant (as to itself only) to, and covenant and agree with, the Senior Lender and the Construction Lender as follows:

4.1 Each Subordinate Lender is the holder and legal owner of its respective Subordinate Loan Documents. True, correct and complete copies of all of the Subordinate Loan Documents with respect to the Subordinate Loans have been delivered to the Senior Lender and the Construction Lender on or prior to the date hereof.

4.2 The terms and provisions of this Agreement do not violate any term or provision of any of the Subordinate Loan Documents.

4.3 The Subordinate Lenders will use commercially reasonable efforts to provide the Senior Lender and the Construction Lender with written notice of the declaration by any Subordinate Lenders of any default or event of default under any of the Subordinate Loan Documents. The Borrower hereby authorizes Subordinate Lenders to provide copies of such notices.

4.4 The Subordinate Lenders agree not to oppose, interfere with or otherwise attempt to prevent the Senior Lender from enforcing its security interests in and liens on any of the Senior Collateral or otherwise realizing upon any of the Senior Collateral.

4.5 The Subordinate Lenders agree not to amend, modify or supplement the Subordinate Loan Documents without the prior consent of the Senior Lender and the Construction Lender, which consent shall not be unreasonably withheld. Notwithstanding this provision, the failure to obtain the consent of Senior Lender and the Construction Lender shall have no effect on the validity of any amendments, modifications or supplements to the Subordinate Loan Documents unless any such amendments, modifications or supplements to the Subordinate Loan Documents materially impair Senior Lender's rights under the Conventional Construction Loan Documents or its ability to pursue any rights or remedies thereunder.

4.6 The Conventional Construction Loan Documents shall supersede and govern all agreements of Borrower relating to escrowing of tax and insurance payments, replacement reserves and other reserves.

5. Notice to Senior Lender and Opportunity to Cure. In the event of any default or event of default under any of the Subordinate Loan Documents, Subordinate Lenders shall give Senior Lender and the Construction Lender thirty (30) days' written notice and a reasonable opportunity to cure before exercising any remedies allowed under the Subordinate Loan Documents.

6. Bankruptcy.

6.1 In the event of any dissolution, winding-up, liquidation, readjustment, reorganization or other similar proceedings relating to the Borrower, the Borrower's creditors or the Senior Collateral (whether voluntary or involuntary, in bankruptcy or out of bankruptcy or in connection with the sale of substantially all of the assets of the Borrower or the Senior Collateral), the Senior Obligations shall be Satisfied before any of the Subordinate Obligations are paid.

6.2 If an Insolvency Proceeding occurs, then the parties agree that any proceeds derived from such Insolvency Proceedings shall be distributed to the Senior Lender until the Senior Obligations have been Satisfied, and then in accordance with the priority set forth in Section 2.1. Subordinate Lender agrees that, in the event of any Insolvency Proceeding with respect to or involving any Obligor, until the Senior Obligations have been Satisfied, any payments or distribution of any kind or character, whether in cash, securities or other property which would otherwise (but for these subordination provisions) be payable or deliverable in respect of any Subordinate Loans shall be paid or delivered directly to the Senior Lender for application in payment of the Conventional Construction Loan (or to a banking institution selected by the court or other Person making the payment or delivery or designated by the Senior Lender) for application as determined by the Senior Lender in its sole and absolute discretion.

6.3 If the Senior Lender desires to permit use of cash collateral or to provide financing to the Borrower under either Section 363 or Section 364 of the Bankruptcy Code, then Subordinate Lenders agree as follows: (a) adequate notice to Subordinate Lenders shall have been provided for such financing or use of cash collateral if Subordinate Lenders receive notice ten (10) Business Days prior to the entry of the order approving such financing or use of cash collateral and (b) no objection will be raised by Subordinate Lenders to any such financing or use of cash collateral on the ground of a failure to provide "adequate protection" for Subordinate Lenders or any other grounds, all of which objections are hereby waived and released.

7. Casualty or Condemnation. If any of the Senior Collateral is damaged by fire or other casualty loss, or if any of the Senior Collateral is taken under the power of eminent domain or other condemnation, then, subject to the terms of the Conventional Construction Loan Documents all insurance

proceeds and condemnation awards shall be paid to the Senior Lender and Subordinate Lenders hereby assign their rights to receive such proceeds and awards to the Senior Lender until the Senior Obligations have been Satisfied with any excess proceeds paid in accordance with the Subordinate Loan Documents in the order of priority set forth in Section 2.1. Subject to the terms of the Conventional Construction Loan Documents, the Senior Lender shall have the sole and exclusive right to adjust, compromise or settle any such loss with the insurer thereof, and to collect and receive the proceeds from such insurer or awards from the condemning authority. Any insurer shall be immune from claims against it by Subordinate Lenders if they act in reliance on the provisions of this paragraph. Subject to the terms of the Conventional Construction Loan Documents, the Senior Lender shall have the sole right, subject to the express provisions of the Conventional Construction Loan Documents, to determine whether any insurance proceeds or condemnation awards will be made available for restoration of the Senior Collateral following any casualty or condemnation. If, and to the extent the Senior Lender agrees to make available any such proceeds or awards for restoration of the Senior Collateral, Subordinate Lenders hereby waive any right under the Subordinate Loan Documents that may give such Subordinate Lenders the right to require that such proceeds or awards be applied to repayment of the Subordinate Loans.

8. Merger. If the Senior Lender or any affiliate thereof acquires title to the Senior Collateral by deed, bill of sale, assignment or other transfer, each Subordinate Lender agrees that such acquisition of title shall not cause the Senior Security Deed of Trust, or the other Conventional Construction Loan Documents, to be terminated by reason of the doctrine of merger unless the Senior Lender intends for such termination to occur which intention must be expressly stated in a written instrument executed by the Senior Lender; and each Subordinate Lender agrees not to assert any claim that such termination has occurred until such time as any such instrument is so recorded.

9. Amendment of Senior Obligations. The Senior Lender may, from time to time, without notice to or consent by any Subordinate Lender, take any and all other actions, including the following actions, all without impairing the validity or priority of the Conventional Construction Loan Documents or affecting the subordination provided for in this Agreement:

9.1 Increase the principal amount of the Senior Obligations (including, without limitation advances to protect the Senior Collateral); or

9.2 Retain or obtain a security interest in any other property to secure any of the Senior Obligations; or

9.3 Extend or renew for one or more periods, the maturity of the Senior Obligations, increase or decrease the interest rate payable under the Conventional Construction Loan Documents, increase or decrease the principal amortization required under the Conventional Construction Loan Documents or amend or modify any other provision of the Conventional Construction Loan Documents (including without limitation any amendment in connection with a refinance of the Senior Obligations); or

9.4 Release or compromise any obligation of any nature of any obligor or guarantor of the Senior Obligations or forebear from enforcement of the Senior Obligations for any period of time on such terms and conditions as the Senior Lender may determine in the Senior Lender's sole and absolute discretion; or

9.5 Release any collateral for the Senior Obligations, permit the substitution of collateral therefor or take any other action with respect to the Senior Collateral as the Senior Lender may deem appropriate in its sole and absolute discretion; or

9.6 Assign, from time to time, any or all of the Senior Obligations or grant participation interests therein; or

9.7 Appoint a receiver for the Senior Collateral.

10. No Third Party Beneficiaries.

10.1 All undertakings, agreements, representations and warranties contained in this Agreement are solely for the benefit of the Lenders and there are no other parties (including, without limitation, the Borrower) who are intended to be benefited in any way by this Agreement. The existence of this Agreement shall not commit or obligate any Lender to make loans or extend credit to the Borrower.

10.2 Nothing contained in this Agreement is intended to affect or limit in any way the security interests or liens that the Lenders have in or on any or all of the property and assets of the Borrower, whether tangible or intangible, insofar as the Borrower, and third parties are concerned. Lenders specifically reserve all respective security interests and liens and rights to assert such security interests and liens as against the Borrower and third parties.

11. Waivers. Each Subordinate Lender hereby waives any and all rights to (a) require the Senior Lender to marshal any property or assets of the Borrower or to resort to any of the property or assets of the Borrower in any particular order or manner, (b) require the Senior Lender to enforce any guaranty or any security interest or lien given by any person or entity other than the Borrower to secure the payment of any or all of the Conventional Construction Loan as a condition precedent or concurrent to taking any action against or with respect to the Senior Collateral, (c) bring any action to contest the validity, legality, enforceability, perfection, priority or avoidability of the Conventional Construction Loan, any of the Conventional Construction Loan Documents or any of the security interests or liens granted by the Borrower in favor of the Senior Lender in or on the Senior Collateral, or (d) otherwise contest the Senior Lender's collection, protection of or realization upon the Conventional Construction Loan. Until the Senior Obligations have been Satisfied, each Subordinate Lender waives and releases any and all rights of subrogation which such Subordinate Lender may now or hereafter have against the Senior Collateral which would result in such Subordinate Lender obtaining a priority equal or superior to the priority of the Conventional Construction Loan Documents.

12. Term of Agreement. This Agreement shall remain in full force and effect until all Loans shall have been Satisfied. This Agreement shall continue to be effective or be reinstated, as the case may be, if at any time any payment of any of the Loans is rescinded or must otherwise be returned by a Lender upon the insolvency, bankruptcy or reorganization of the Borrower or otherwise, all as though such payment had not been made.

13. Further Assurances. Each Subordinate Lender hereby covenants and agrees to take any and all additional actions and execute, deliver, file or record any and all additional agreements, documents and instruments as may be necessary or as the Senior Lender and/or Construction Lender may from time to time reasonably request to effect or confirm the subordination and other provisions of this Agreement.

14. Notices.

14.1 The Borrower hereby consents to and authorizes the Senior Lender and each Subordinate Lender to generally communicate with each other regarding the status of each of their loans with the Borrower which communications may include, without limitation, giving copies of any notices of default sent under the Conventional Construction Loan Documents or the Subordinate Loan Documents, as the case may be.

14.2 Each Subordinate Lender hereby assumes responsibility for keeping themselves informed of the financial condition of the Borrower and of all other circumstances bearing upon the risk of nonpayment of the Subordinate Loans that diligent inquiry would reveal. Except as provided in this Agreement, each Subordinate Lender hereby agrees that the Senior Lender shall have no duty to advise such Subordinate Lender of any information regarding such condition or any such circumstances.

14.3 Any notice, request, demand, consent or other communication hereunder shall be in writing and delivered in person or sent by registered or certified mail, return receipt requested and postage prepaid, to the applicable party at its address set forth on the cover page hereof, or at such other address as any party hereto may designate as its address for communications hereunder by notice so given. Such notices shall be deemed effective on the day on which delivered or sent if delivered in person, or on the third (3rd) business day after the day on which mailed, if sent by registered or certified mail.

14.4 If the Senior Lender shall be required by the Uniform Commercial Code or any other applicable law to give notice to each Subordinate Lender of any action taken or to be taken by the Senior Lender against or with respect to any or all of the Senior Collateral, such notice shall be given in accordance with this Agreement and at least five (5) business days' notice shall be conclusively deemed to be commercially reasonable.

15. Reliance by the Senior Lender. All of the Senior Obligations shall be deemed to have been made or incurred in reliance upon this Agreement. Each Subordinate Lender expressly waives all notice of the acceptance by the Senior Lender of the provisions of this Agreement and all other notices not specifically required pursuant to the terms of this Agreement or applicable law. Each Subordinate Lender agrees that the Senior Lender has not made any representation or warranty with respect to the due execution, legality, validity, completeness or enforceability of any of the Conventional Construction Loan Documents, the creation, attachment, perfection or priority or any security interest or lien securing any or all of the Senior Obligations or the collectability of any of the Senior Obligations. The Senior Lender shall be entitled to manage and supervise its credit facilities with the Borrower in accordance with applicable law and its usual business practices, modified from time to time as it deems appropriate under the circumstances, without regard to the existence of any rights that any Subordinate Lender may have now or hereafter in or to any of the property or assets of the Borrower, and the Senior Lender shall have no liability to any Subordinate Lender for any loss, claim or damage allegedly suffered by each Subordinate Lender in any proceeding by the Senior Lender to foreclose or otherwise enforce any of its security interests in or liens on any of the Senior Collateral.

16. Miscellaneous.

16.1 This Agreement shall be binding on and inure to the benefit of the parties hereto and their respective heirs, personal representatives, successors, and assigns, including, without limitation the holders, from time to time, of the Subordinate Obligations and the Senior Obligations, respectively.

16.2 This Agreement shall be governed by the laws of the state of Missouri, without regard to its rules regarding conflicts of laws.

16.3 This Agreement and other documents to be delivered under this agreement may be executed in one or more counterparts, each of which will be deemed to be an original copy and all of which, when taken together, will be deemed to constitute the same Agreement or document. The delivery of copies of this Agreement or other documents to be delivered under this Agreement, including executed signature pages where required, by electronic transmission will constitute effective execution and delivery of this Agreement or such other document for all purposes. Signatures transmitted electronically will constitute original signatures for all purposes.

16.4 This Agreement shall be recorded in the Official Records.

16.5 If any litigation occurs under this Agreement, then the prevailing party shall be entitled to recover from the non-prevailing party the amount of all of prevailing party's expenses incurred in connection with or as a result of such litigation, including, without limitation, the prevailing party's reasonable attorneys' fees actually incurred.

16.6 Each Subordinate Lender hereby covenants and agrees to take any and all additional actions and execute, deliver, file and/or record any and all additional agreements, documents and instruments as may be reasonably necessary or as the Senior Lender or Construction Lender may from time to time reasonably request to effect the subordination and other provisions of this Agreement.

16.7 No failure or delay on the part of any Subordinate Lender or the Senior Lender in the exercise of any power, right, remedy or privilege under this Agreement shall impair such power, right, remedy or privilege or shall operate as a waiver thereof; nor shall any single or partial exercise of any such power, right, remedy or privilege preclude any other or further exercise of any other power, right, remedy or privilege. The waiver of any such right, power, remedy, or privilege with respect to particular facts and circumstances shall not be deemed to be a waiver with respect to other facts and circumstances.

16.8 Whenever possible, each provision of this Agreement shall be interpreted in such a manner as to be effective and valid under applicable law, but if any provision of this Agreement shall be prohibited by or invalid under applicable law, such provision shall be ineffective only to the extent of such prohibition or invalidity, without invalidating the remainder of such provisions or the remaining provisions of this Agreement.

16.9 Each party to this Agreement acknowledges that the breach by it of any of the provisions of this Agreement is likely to cause irreparable damage to the other party. Therefore, the relief to which any party shall be entitled in the event of any such breach or threatened breach shall include, but not be limited to, a mandatory injunction for specific performance, injunctive or other judicial relief to prevent a violation of any of the provisions of this Agreement, damages and any other relief to which it may be entitled at law or in equity.

16.10 This Agreement shall represent the entire, integrated agreement between the parties hereto with respect to the subject matter hereof and shall supersede all prior negotiations, representations or agreements pertaining thereto, either oral or written. This Agreement and any provision thereof shall not be modified, amended, waived, or discharged in any manner other than by a written amendment executed by all parties to this Agreement.

16.11 If any party to this Agreement breaches their obligations hereunder, such party shall be liable to the either party hereto for any and all damages caused thereby.

17. Tax Credit Requirement. Notwithstanding any other provision herein to the contrary, the Senior Lender and each Subordinate Lender agree that in the event of a foreclosure on the Development, that no tenant may be evicted nor rent be raised for the three-year period following foreclosure if such eviction or raising of rent would be contrary to the provisions of Section 42(h)(6)(E) of the Internal Revenue Code of 1986, as may be amended, and that the Conventional Construction Loan Documents and Subordinate Loan Documents are expressly subordinate to this provision.

18. Electronic Transmission of Data. Lenders and Borrower agree that certain data related to the Loan (including confidential information, documents, applications, and reports) may be executed and transmitted electronically, including transmission over the Internet. This data may be transmitted to,

received from, or circulated among agents and representatives of Borrower and/or Lenders and their Affiliates and other Persons involved with the subject matter of this Agreement. Borrower acknowledges and agrees that (a) there are risks associated with the use of electronic transmission and that the Lenders do not control the method of transmittal or service providers, (b) Lenders have no obligation or responsibility whatsoever and assumes no duty or obligation for the security, receipt or third party interception of any such transmission, and (c) Borrower will release, hold harmless and indemnify Lenders from any claim, damage or loss, including that arising in whole or part from Lenders' strict liability or sole, comparative or contributory negligence, which is related to the electronic transmission of data.

19. Rights of the Senior Lender. The parties hereto acknowledge and agree that Senior Lender is acting hereunder solely in its capacity as Trustee under the Indenture, and in so acting hereunder shall be entitled to all rights, protections and immunities granted to it in the Indenture. In the event any provision of this Agreement requires the approval, consent, or action by the Senior Lender, the Senior Lender may, in its sole discretion, require direction of the Construction Lender, or the Majority Owner (as defined in the Indenture), prior to taking any such approval, consent or action.

20. Choice of Law: Jurisdiction. Jurisdiction shall be exclusively in Boone County, Missouri or the United States Western District of Missouri. This Agreement is subject to, and shall be interpreted and performed under, the laws of the State of Missouri.

21. Governmental Immunity: It is expressly understood and agreed that, in the execution of this Agreement, the Subordinate Lenders do not waive, nor shall be deemed hereby to waive, any immunity or defense that would otherwise be available to it against claims arising in the exercise of governmental powers and functions.

SIGNATURES CONTAINED ON THE FOLLOWING PAGES

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and year first above written.

CONSTRUCTION LENDER:

LEGACY BANK & TRUST COMPANY,
a Missouri chartered bank

By: _____
Eric Leonard, Chief Lending Officer

Signed, Sealed and Delivered in the Presence of:

Unofficial Witness

Notary Public

My Commission Expires: _____
[AFFIX NOTARY SEAL]

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and year first above written.

CHA SUBORDINATE LENDER:

**HOUSING AUTHORITY OF THE CITY OF COLUMBIA,
MISSOURI**

By: _____
Randall Cole, Chief Executive Officer

Signed, Sealed and Delivered in the Presence of:

Unofficial Witness

Notary Public
My Commission Expires: _____

[AFFIX NOTARY SEAL]

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and year first above written.

COMO SUBORDINATE LENDER:

CITY OF COLUMBIA, MISSOURI, a Missouri
municipal corporation, Lender

By: _____
De'Carlton Seewood, City Manager

Attest By: _____

Approved as to Form:

BY: _____
Nancy Thompson, City Counselor/bt

Signed, Sealed and Delivered in the Presence of:

Unofficial Witness

Notary Public
My Commission Expires: _____

[AFFIX NOTARY SEAL]

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and year first above written.

BORROWER:

**PARK AVENUE HOUSING DEVELOPMENT GROUP,
LP**, a Missouri limited partnership, Borrower

By: Park Avenue Housing GP, LLC, a Missouri limited
liability company, general partner

By: Columbia Community Housing Trust, a
Missouri nonprofit corporation, sole member

By: _____
Bob Hutton, President

Signed, Sealed and Delivered in the Presence of:

Unofficial Witness

Notary Public
My Commission Expires: _____

[AFFIX NOTARY SEAL]

EXHIBIT A

LEGAL DESCRIPTION OF THE PROPERTY

LOTS 1, 2 AND 3, PARK AVENUE, PLAT NO. 1A, RECORDED IN PLAT BOOK 57, PAGE 73, COLUMBIA,
BOONE COUNTY, MISSOURI AND LOCATED IN SECTION 12, TOWNSHIP 48 NORTH, RANGE 13 WEST.

EXHIBIT B

CONVENTIONAL CONSTRUCTION LOAN DOCUMENTS

1. Loan Agreement
2. Deed of Trust, Assignment of Leases and Rents, Security Agreement and Fixture Filing given by Borrower to the Senior Lender for the benefit of Construction Lender;
3. Assignment and Subordination of Development Services Agreement by Borrower to the Senior Lender for the benefit of Construction Lender;
4. Assignment of Management Agreement and Subordination of Management Agreement Fees among Borrower, the Trustee, and the Housing Authority of the City of Columbia, Missouri, in its capacity as the property manager;
5. Assignment of Architect Agreement and Plans and Specifications and Consent by Borrower to the Senior Lender for the benefit of Construction Lender, and consented to by Design Alliance (“Architect”);
6. Assignment of Construction Documents between Borrower and the Senior Lender for the benefit of Construction Lender;
7. Escrow and Disbursing Agreement;
8. Consent to the Assignment of Construction Documents by Contractor;
9. Environmental Indemnification and Release Agreement by Borrower to the Issuer and Senior Lender for the benefit of Construction Lender;
10. Security Agreement (Assignment of Partnership Interest and Capital Obligations) by Borrower and General Partner to the Senior Lender for the benefit of Construction Lender;
11. Three UCC Exhibits;
12. Continuing Covenants Agreement;
13. Agreement Regarding Corrections between Borrower and Senior Lender;
14. Bank Account Pledge Agreement by Borrower in favor of Senior Lender and Construction Lender
15. Guaranty Agreement by Issuer in favor of Senior Lender and Construction Lender; and
16. All other documents executed in connection with the Conventional Construction Loan

each dated as of the date hereof, unless otherwise stated; and as each may be amended, supplemented, and restated from time to time.

EXHIBIT C

SECOND LIEN POSITION SUBORDINATE LOAN DOCUMENTS

1. PROMISSORY NOTE (Seller Financing) in the original principal amount of \$1,000,000.00 from Borrower to the order of CHA Subordinate Lender;
2. Second Deed of Trust; and
3. All other documents executed in connection with the Second Lien Position Subordinate Loan

each dated as of the date hereof, unless otherwise stated; and as each may be amended, supplemented, and restated from time to time.

EXHIBIT D

THIRD LIEN POSITION SUBORDINATE LOAN DOCUMENTS

1. PROMISSORY NOTE (Gap Financing) in the original principal amount of \$500,000.00 from Borrower to the order of CHA Subordinate Lender;
2. Third Deed of Trust; and
3. All other documents executed in connection with the Third Lien Position Subordinate Loan

each dated as of the date hereof, unless otherwise stated; and as each may be amended, supplemented, and restated from time to time.

EXHIBIT E

FOURTH LIEN POSITION SUBORDINATE LOAN DOCUMENTS

1. PROMISSORY NOTE in the original principal amount of \$2,000,000.00 from Borrower to the order of COMO Subordinate Lender;
2. Fourth Deed of Trust; and
3. Affordable Housing Funding Agreement dated June 21, 2023, as amended by that certain First Amendment to Affordable Housing Funding Agreement dated as of [July ____], 2025
4. All other documents executed in connection with the Fourth Lien Position Subordinate Loan

each dated as of the date hereof, unless otherwise stated; and as each may be amended, supplemented, and restated from time to time.

EXHIBIT F

FIFTH LIEN POSITION SUBORDINATE LOAN DOCUMENTS

1. PROMISSORY NOTE in the original principal amount of \$1,006,638.00 from Borrower to the order of COMO Subordinate Lender;
2. Fifth Deed of Trust; and
3. Community Development Block Grant Funding Agreement dated as of _____, 2025;
and
4. All other documents executed in connection with the Fifth Lien Position Subordinate Loan;

each dated as of the date hereof, unless otherwise stated; and as each may be amended, supplemented, and restated from time to time.

EXHIBIT G

SIXTH LIEN POSITION SUBORDINATE LOAN DOCUMENTS

1. PROMISSORY NOTE in the original principal amount of \$5,000,000.00 from Borrower to the order of CHA Subordinate Lender;
2. Sixth Deed of Trust; and
3. Agreement for ARPA Funding between and among Boone County, Missouri, CHA Subordinate Lender, and Borrower, dated September 19, 2023, as amended by Contract Amendment No. 1 dated [_____, 202__]
4. All other documents executed in connection with the Sixth Lien Position Subordinate Loan

each dated as of the date hereof, unless otherwise stated; and as each may be amended, supplemented, and restated from time to time.

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