

22404

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SUBORDINATION AGREEMENT

THIS AGREEMENT Made December 1, 1976, between A. C. NELSON & SONS, a partnership, of Bonanza, Oregon, hereinafter referred to as Lessee, and THE STATE OF OREGON, Department of Veterans' Affairs, hereinafter referred to as Lender.

The parties recite and declare that:

1. Lessee is the owner and holder of a certain lease dated November 11, 1976, wherein Tom Greisamer of Bonanza, Oregon, is the Lessor, and A. C. Nelson & Sons is the Lessee. This lease is for the term of five (5) years and affects the following described farm land situated in Klamath County, Oregon:

That irrigated farm land owned by Tom Greisamer which was planted to oats in the 1975-76 crop year, composed of 220 acres, more or less.

2. Lender is about to loan the sum of \$123,795.00 on the note of Thomas W. Greisamer secured by a mortgage on and covering the premises above described.

3. To induce Lender to make such loan it is necessary that the lease held by Lessee shall be subordinated to the lien of the mortgage about to be made to Lender as above set forth.

For the reasons set forth above, and in consideration of the mutual covenants and promises of the parties hereto, Lessee and Lender covenant and agree as follows:

1. SUBORDINATION: Lessee hereby covenants, consents, and agrees with Lender that the lease mentioned above, held by Lessee is and shall continue to be subject and subordinate in lien to the lien of the mortgage about to be made to the Lender by Tom Greisamer.

2. CONSIDERATION: In consideration of the Lessee so subordinating the lease held by them to the mortgage to be made to Lender, the Lender shall make the aforesaid loan.

DONALD M. RATLIFF
ATTORNEY AT LAW
MERRILL, OREGON

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3. BINDING AND EFFECT: This agreement shall be binding upon and inure to the benefit of the respective heirs, legal representatives, successors and assigns of the parties hereto.

IN WITNESS WHEREOF, the parties have executed this agreement at Merrill, Oregon, on December 1, 1976.

A. C. NELSON & SONS

By Don Nelson

By Charles Nelson

By Charles A. Nelson

STATE OF OREGON)
)ss.
County of Klamath)

On this 1st day of December, 1976, before me, Donald M. Ratliff, a notary public for Oregon, personally appeared the above-named A. C. Nelson, Don Nelson and Charles Nelson, known to me to be all three of the partners of the partnership that executed the within instrument, and acknowledged to me that such partnership executed the same.

Donald M. Ratliff
Notary Public for Oregon
My commission expires: 4/29/78

After Recording return to:
DEPARTMENT OF VETERANS' AFFAIRS
General Services Bldg.
Salem, Oregon 97310

STATE OF OREGON; COUNTY OF KLAMATH; ss.
Filed for record at request of KLAMATH COUNTY TITLE CO
this 2nd day of DECEMBER A. D. 1976 at 2:20 o'clock P.M. and
duly recorded in Vol. M 76, of NEEDS on Page 19357
FEE \$ 6.00

W. D. MILNE, County Clerk
By Hazel Dingle

DONALD M. RATLIFF
ATTORNEY AT LAW
MERRILL, OREGON
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