

SUBORDINATION BY THE GOVERNMENT

THE United States of America acting through the Administrator of the Farmers Home Administration (hereinafter called the "Government") is the owner and holder of the following-described instrument(s) executed by Martin E. Darrah and Carole A. Darrah of Hood River County, State of Oregon

Title of Instrument	Date of Instrument	Date Filed	Office Filed	Document File or Book No.	Page No.
Real Estate Mortgage	5/14/75	5/15/75	Klamath County Clerk	Vol. M75	5242
Real Estate Mortgage	4/12/76	4/26/76	Klamath County Clerk	Vol. M76	6114

AND, Klamath Production Credit Assoc. (hereinafter called the "Lender") has agreed to loan \$ 125,000.00 to Lindell E. Warneking and Goldie S. Warneking (hereinafter called the "Borrower") for the following purposes:

To purchase Real Property presently vested in Martin E. and Carole A. Darrah as described below.

THEREFORE, in consideration of the Lender's agreement to make such loan to the Borrower, the Government hereby (1) consents for the Borrower to obtain said loan from the Lender for such purposes, and (2) agrees to and hereby subordinates in favor of the Lender and his successors and assigns its liens or security interests created or evidenced by the above-described instrument(s) insofar as they cover the following described property:

See attached description.

This subordination is limited to the amount actually loaned by the Lender to the Borrower for the foregoing purposes, but shall not exceed \$ 125,000 plus interest. No member or or delegate to Congress shall be admitted to any share or part of this Agreement or to any benefit that may arise thereupon.

IN WITNESS WHEREOF, The United States of America has caused this subordination to be signed on the 2nd day of April, 19 79, pursuant to delegated authority published in 7 CFR Part 1800.

WITNESS:

UNITED STATES OF AMERICA

BY

KENNETH R. WHEELER

Title County Supervisor

Farmers Home Administration,
U.S. Department of Agriculture

* (NOTE TO LENDER: When the indebtedness has been satisfied please mark this form "PAID IN FULL" and return it to the Farmers Home Administration at the following address: P. O. Box 1328, Klamath Falls, OR 97601)

STATE OF Oregon

COUNTY OF Klamath

7294

On this 2nd day of April, 1979

ACKNOWLEDGMENT

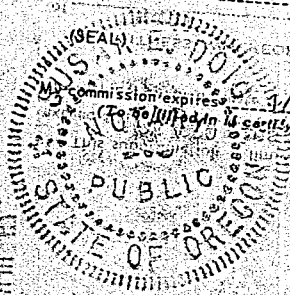
Notary Public

Kenneth R. Wheeler

in and for the above county and State, appeared known to me to be County Supervisor Farmers Home Administration, United States Department of Agriculture, and the person who executed the foregoing instrument, and he acknowledged to me that he executed the same as the free act and deed of the United States of America, for the uses and purposes therein mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and seal at Klamath Falls, Oregon

the day and year aforesaid.



Kenneth R. Wheeler
(Signature)

Notary Public for Oregon

(Title)

U.S.GPO:1977-0-765-006/1572

see attached description

as described below

to purchase Best Liberty Blockette added to parcel 2 - the parcel of Miller
Plumett E. Melnick
and Klamath Production Credit Assoc. Parcel 2 - Melnick

Best Liberty Blockette

WASMA

WASMA

STOCK

Klamath County AGT. 112

Best Liberty Blockette

WASMA

WASMA

STOCK

Klamath County AGT. 112

Parcel 2 - Melnick

Parcel 2 - Melnick

HOOD HILL

Plumett E. Melnick

25422

SUBORDINATION BY THE COVENANT

3503

Page 4 of Order No. K-31504

Card No. 660

7295

DESCRIPTION OF PROPERTY

The following described real property situate in Klamath County Oregon.

The W $\frac{1}{2}$ NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 3; The E $\frac{1}{2}$ NE $\frac{1}{4}$, the NE $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 4, Township 41 South, Range 10 East of the Willamette Meridian.

ALSO a tract of land situated in the NW $\frac{1}{4}$ of Section 3, Township 41 South, Range 10 East of the Willamette Meridian, more particularly described as follows: Beginning at the Southeast corner of the SW $\frac{1}{4}$ NW $\frac{1}{4}$; thence North along the 16th line 1207.6 feet; thence North 78°33' West 22.08 feet; thence South 75°20 $\frac{1}{2}$ ' West 143.71 feet; thence around a 90°00' curve to the right (R=63.66, T=42.85) 75.43 feet; thence North 36°46' West 280.42 feet; thence around a 39°00' curve to the right (R=46.91, T=65.83) 123.80 feet; thence North 11°31' East 291.87 feet; thence North 30°16 $\frac{1}{2}$ ' East 132.73 feet; thence around a 40°30' curve to the left (R=141.47, T=53.70) 102.65 feet; thence North 11°18' West 151.67 feet; thence around a 90°00' curve to the right (R=63.66, T=213.24) 163.07 feet; thence South 44°32 $\frac{1}{2}$ ' East 85.62 feet; thence around a 139°45' curve to the left (R=41.00, T=10.81) 21.14 feet; thence South 74°05' East 86.29 feet; thence around a 61°30' curve to the left (R=93.16, T=25.08) 490.1 feet; thence North 75°46 $\frac{1}{2}$ ' East 122.47 feet; thence around a 139°45' curve to the left (R=41.00, T=33.50) 56.19 feet; thence North 2°45' West 70.62 feet; thence North 37°27 $\frac{1}{2}$ ' West 111.15 feet; thence North 43°42 $\frac{1}{2}$ ' East 135.08 feet, more or less, to the Westerly right of way of the U.S.R.S. Lateral; thence in a Northwesterly direction along said right of way on a 15°51' curve to the right (R=361.48) 128.31 feet; thence North 30°33' West 28.44 feet, more or less, to the South right of way line of the County Road from which the Northeast corner of the W $\frac{1}{2}$ NW $\frac{1}{4}$ of said Section 3 bears North 89°50'15" West 68.29 feet and North 0°31 $\frac{1}{2}$ ' East 30.00 feet distant; thence West along the South line of said County Road to the Northwest corner of Section 3; thence South along the West line of said Section 3 to the West quarter corner; thence East along the East-West center line to the point of beginning, EXCEPTING therefrom the W $\frac{1}{2}$ NW $\frac{1}{4}$ NW $\frac{1}{4}$.

KLAMATH COUNTY TITLE COMPANY

By:

Cecil Roberts

cc: escrow

Jim Hammond Realty

STATE OF OREGON; COUNTY OF KLAMATH; ss.

Filed for record at request of Klamath County Title Co.

this 3rd day of April A. D. 19 79 at 11:52 o'clock A.M., an
 duly recorded in Vol. M79, of Mortgages on Page 7293

Wm D. MILNE, County Clerk

By: Burton D. Delich

Fee \$9.00