

SUBORDINATION AGREEMENT

WHEREAS, JOHN ROBERT THOMAS and LOIS N. THOMAS are the owners of a parcel of property situate in Klamath County, Oregon, described as follows:

Lot 4 and the Northwesterly 1/2 of Lot 5 Block 9 of HILLSIDE ADDITION TO THE CITY OF KLAMATH FALLS, in the County of Klamath, State of Oregon

WHEREAS, SECURITY SAVINGS AND LOAN ASSOCIATION is the Mortgagee upon a certain mortgage, including the terms and provisions thereof, as upon said property, dated November 13, 1978, recorded November 16, 1978 in Book M-78, page 25879 Klamath County Records, wherein John Robert Thomas and Lois N. Thomas are Mortgators.

WHEREAS, JOHN ROBERT THOMAS and LOIS N. THOMAS desire to refinance said real property and obtain a loan from the State of Oregon, Department of Veterans' Affairs.

NOW, THEREFORE, for value received, SECURITY SAVINGS AND LOAN ASSOCIATION agrees and consents to the subordination of its mortgage, above described, in favor of the Mortgage or Trust Deed to be placed upon said premises by John Robert Thomas and Lois N. Thomas to State of Oregon, Department of Veterans' Affairs in a sum not to exceed \$ 50,000<sup>00</sup>/<sub>100</sub>.

DATED this 22<sup>nd</sup> day of Feb., 1980.

SECURITY SAVINGS & LOAN ASSOCIATION

By: Ronald E. Waite  
Executive Vice-President

STATE OF OREGON )  
County of Klamath ) ss. Feb. 22, 1980.

Personally appeared RONALD E. WAITE, who being sworn stated that he is Executive Vice-President of Security Savings & Loan Association, a corporation, and that the seal affixed to the foregoing instrument is the corporate seal of said corporation and that said instrument was signed and sealed in behalf of said corporation by authority of its Board of Directors; and he acknowledged said instrument to be its voluntary act and deed. Before me:

Barbara C. Danforth  
Notary Public for Oregon  
My Commission expires: 10/14/83

STATE OF OREGON; COUNTY OF KLAMATH; ss.

I hereby certify that the within instrument was received and filed for record on the 10th day of March A.D., 19 80 at 4:30 o'clock P M., and duly recorded in Vol. 1180 of Mortgages on Page 4581.

FEE \$5.50

WM. D. MILNE, County Clerk  
By: Barbara A. Holcomb Deputy

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