

MORTGAGE SUBORDINATION AGREEMENT

1. JOHN H. LAWRENCE referred to herein as "subordinator", is the owner and holder of a mortgage dated November 15, 1971, which is recorded in volume M-71 of Mortgages, page 12957, under file No. -, records of Klamath County, State of Oregon.
2. The Federal Land Bank of Spokane referred to herein as "lender", is the owner and holder of a mortgage dated March 3, 1981, executed by John H. Lawrence and James B. Lawrence and Steven E. Lawrence (which is recorded in volume M81 of Mortgages, page 5986, under file No. 97921, records of Klamath County, State of Oregon.) (which is to be recorded concurrently herewith.)
3. James B. Lawrence and Steven E. Lawrence referred to herein as "owner", is the owner of all the real property described in the mortgage identified above in Paragraph 2.
4. In consideration of benefits to "subordinator" from "owner", receipt and sufficiency of which is hereby acknowledged, and to induce "lender" to advance funds under its mortgage and all agreements in connection therewith, the "subordinator" does hereby unconditionally subordinate the lien of his mortgage identified in Paragraph 1 above to the lien of "lender's" mortgage, identified in Paragraph 2 above, and all advances or charges made or accruing thereunder, including any extension or renewal thereof. It is agreed that "subordinator's" mortgage identified in Paragraph 1 above is, by virtue of such subordination, second and junior in its lien position to that mortgage of "lender" identified in Paragraph 2 above.
5. "Subordinator" acknowledges that, prior to the execution hereof, he has had the opportunity to examine the terms of "lender's" mortgage, note and agreements relating thereto, consents to and approves same, and recognizes that "lender" has no obligation to "subordinator" to advance any funds under its mortgage or see to the application of "lender's" mortgage funds, and any application or use of such funds for purposes other than those provided for in such mortgage, note or agreements shall not defeat the subordination herein made in whole or in part.
6. It is understood that "lender" would not make the loan secured by the mortgage in Paragraph 2 without this agreement.
7. The heirs, administrators, assigns and successors in interest of the "subordinator" shall be bound by this agreement. Where the word "mortgage" appears herein it shall be considered as "deed of trust", and gender and number of pronouns considered to conform to undersigned.

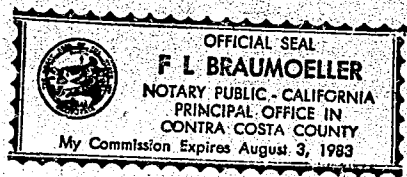
Executed this 26th day of March, 1981.

John H. Lawrence
Subordinator

STATE OF California
County of Contra Costa : ss.

On March 26, 1981, before me personally appeared John H. Lawrence

to me known to be the person(s) described in and who executed the foregoing instrument, and acknowledged that (he)(she)(they) executed the same as (his)(her)(their) free act and deed.



F. L. Braumoeller
Notary Public
My commission expires 8-3-83

Ref
K.C.T. co

81 APR 2 PM 2 09

MORTGAGE INFORMATION AGREEMENT

referred to herein as

JOHN H. LAWRENCE

"subordinator", is the owner and holder of a mortgage dated November 15, 1971, which is recorded in volume M-71 of Mortgages, Page 12927, under title No. 12927, County, State of Oregon, records of Klamath

referred to herein as

The Federal Land Bank of Spokane

"lender", is the owner and holder of a mortgage dated March 3, 1981, executed by John H. Lawrence and Steven E. Lawrence, which is recorded in volume M-81 of Mortgages, Page 2036, under title No. 2036, records of Klamath County, State of Oregon, (which is to be recorded concurrently herewith).

referred to herein as

James H. Lawrence and Steven E. Lawrence

"owner", is the owner of all the real property described in the mortgage identified above in Paragraph 1.

In consideration of benefits to "subordinator" from "owner", receipt and acknowledgment of which is hereby acknowledged, and to induce "lender" to advance funds under its mortgage and all agreements in connection therewith, the "subordinator" does hereby irrevocably and exclusively assign to "lender" all its interest in the mortgage identified in Paragraph 1, and all benefits of the mortgage identified in Paragraph 1, and all benefits of the mortgage identified in Paragraph 1.

STATE OF OREGON; COUNTY OF KLAMATH; ss.

Filed for record at request of

this 2nd day of April A.D. 19 81 at 2:08 clock P M, and

duly recorded in Vol. M81, of Mtg. on Page 5990.

EVELYN BIEHN, County Clerk

By *Ultra A. Jansz*

fee \$7.00

it is understood that "lender" would not make the loan secured by the mortgage in Paragraph 1 without this agreement.

The parties, administrators, assigns and successors in interest of the "subordinator" shall be bound by this agreement. Where the word "mortgage" appears herein it shall be considered as "deed of trust", and gender and number of pronouns considered to conform to understand.

Executed this 21st day of March 1981.

subordinator

