

THIS AGREEMENT, Made and entered into this 25th day of January, 1982, by and between Pacific Power & Light Company hereinafter called the first party, and Certified Mortgage Co., an Oregon corporation hereinafter called the second party; WITNESSETH:

On or about September 11, 1981, Barry W. Purnell, being the owner of the following described property in Klamath County, Oregon, to-wit:

PARCEL 3: MERRYMAN'S REPLAT OF VACATED PORTION OF OLD ORCHARD MANOR, according to Lot 81, MERRYMAN'S REPLAT OF VACATED PORTION OF OLD ORCHARD MANOR, according to the official plan thereof on file in the office of the County Clerk of Klamath County, Oregon.

VCHHEEWELL
28BOUDIMYHON

Insulation Cost Repayment Agreement and Mortgage.

executed and delivered to the first party his certain (State whether mortgage, trust deed, contract, security agreement or otherwise)

(herein called the first party's lien) on said described property to secure the sum of \$1,058.00, which lien was Recorded on December 31, 1981, in the Clerk's Records of Klamath County, Oregon, in book/reel/volume No. M-81 at page 22260 thereof or as document/fee/file/instrument/microfilm No. (indicate which);

Filed on 19, in the office of the of County, Oregon, where it bears the document/fee/file/instrument/microfilm No. (indicate which);

Created by a security agreement, notice of which was given by the filing on Secretary of State a financing statement in the office of the Oregon Department of Motor Vehicles where it bears file No. of and in the office of the (indicate which) where it bears the document/fee/file/instrument/microfilm No. (indicate which).

Reference to the document so recorded or filed hereby is made. The first party has never sold or assigned his said lien and at all times since the date thereof has been and now is the owner and holder thereof and the debt thereby secured.

The second party is about to loan the sum of \$ 60,000.00* to the present owner of the property above described, with interest thereon at a rate not exceeding 19.5 % per annum, said loan to be secured by the said present owner's Trust Deed (hereinafter called the

second party's lien) upon said property and to be repaid within not more than 3 days from its date.

To induce the second party to make the loan last mentioned, the first party heretofore has agreed and consented to subordinate first party's said lien to the lien about to be taken by the second party as above set forth.

NOW, THEREFORE, for value received and for the purpose of inducing the second party to make the loan aforesaid, the first party, for himself, his personal representatives (or successors) and assigns, hereby covenants, consents and agrees to and with the second party, his personal representatives (or successors) and assigns, that the said first party's lien on said described property is and shall always be subject and subordinate to the lien about to be delivered to the second party, as aforesaid, and that second party's said lien in all respects shall be first, prior and superior to that of the first party; provided always, however, that if second party's said lien is not duly filed or recorded or an appropriate financing statement thereon duly filed within 30 days after the date hereof, this subordination agreement shall be null and void and of no force or effect.

It is expressly understood and agreed that nothing herein contained shall be construed to change, alter or impair the first party's said lien, except as hereinabove expressly set forth.

In construing this subordination agreement and where the context so requires, the singular includes the plural; the masculine includes the feminine and the neuter, and all grammatical changes shall be supplied to cause this agreement to apply to corporations as well as to individuals.

IN WITNESS WHEREOF, the undersigned has hereunto set his hand and seal; if the undersigned is a corporation, it has caused its corporate name to be signed and its corporate seal to be affixed hereunto by its officers duly authorized thereunto by order of its board of directors, all on this, the day and year first above written.

* Covers additional property

Pacific Power and Light Co.

Vice President

1982

82 FEB 10 1982
(Cost out any language deposits which is not pertinent to this transaction.)

STATE OF OREGON,

1751

County of Multnomah

ss.

Personally appeared the above named

voluntary act and deed. Before me:

and acknowledged the foregoing instrument to be

Notary Public for Oregon.

(SEAL)

My commission expires

STATE OF OREGON

County of Multnomah

Glen W. Spicer

January 29, 1982

Personally appeared

who being duly sworn, did say that he is the

a Vice President of Pacific Power and Light Co. and that the seal affixed to the foregoing instrument is the corporate seal of said corporation and that said instrument was signed and sealed on 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:

My commission expires

Notary Public for Oregon.

(SEAL)



SUBORDINATION AGREEMENT

Purnell #2

Certified Mortgage Co.

836 Klamath Ave.
Klamath Falls, Or. 97601

STATE OF OREGON,

County of Klamath

I certify that the within instrument was received for record on the 10 day of Feb., 1982, at 12:57 o'clock P.M., and recorded in book/reel/volume No. M-82 on page 1750 or as document/fee/file/instrument/microfilm No. 9052 Record of Mtge of said County.

Witness my hand and seal of County affixed.
Evelyn Biehmy County Clerk

By [Signature] Deputy
Fee \$8.00