

THIS AGREEMENT, Made and entered into this 23rd day of June, 1983, by and between PACIFIC POWER & LIGHT COMPANY

hereinafter called the first party, and KLAMATH FIRST FEDERAL SAVINGS & LOAN hereinafter called the second party; WITNESSETH: RONNIE T. BLOFSKY and NANCY J. BLOFSKY On or about August 8, 1980, being the owner of the following described property in Klamath County, Oregon, to-wit:

South one-half of Lot 3, Block 6, Altamont Acres, according to the official plat thereof on file in the office of the County Clerk, Klamath County, Oregon, Saving and Excepting that portion described in M-65 on page 1197, records of Klamath County, Oregon, for the widening of Bisbee Street.

executed and delivered to the first party his certain Insulation Cost Repayment Agreement and Mortgage (herein called the first party's lien) on said described property to secure the sum of \$1,935.00, which lien was

Recorded on April 3, 1981, in the real prop. Records of Klamath County, Oregon, in book No. M-81 at page 6039 thereof. Filed on April 3, 1981, in the office of the 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 Department of Motor Vehicles where it bears file No. of County, Oregon, a financing statement in the office of the Oregon Department of Motor Vehicles where it bears file No. and in the office of the (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 \$10,500.00 to the present owner of the property above described, with interest thereon at a rate not exceeding 11.5% per annum, said loan to be secured by the said present owner's Trust Deed

(State nature of lien to be given, whether mortgage, trust deed, contract, security agreement or otherwise) 12 years from its date. second party's lien) upon said property and to be repaid within not more than 12 years

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 ordination 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.

Pacific Power and Light
Vice President

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(Cross out any language opposite which is not pertinent to this transaction)

02425 10787

STATE OF OREGON,

County of

Personally appeared the above named

and acknowledged the foregoing instrument to be

voluntary act and deed. Before me:

Notary Public for Oregon.

My commission expires

(SEAL)

STATE OF OREGON,

County of

Personally appeared

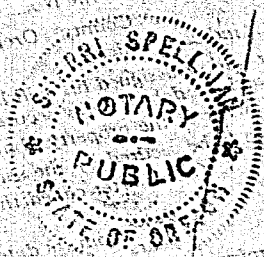
who being duly sworn, did say that he is the

of a corporation, and that the seal affixed to the foregoing instrument is the corporate seal of said corporation by authority of its Board of Directors; and he acknowledged said instrument to be its voluntary act and deed. Before me:

Notary Public for Oregon.

My commission expires

(SEAL)



SUBORDINATION AGREEMENT

AFTER RECORDING RETURN TO
Klamath 1st Federal
540 Main St.
Klamath Falls, OR 97603

(DON'T USE THIS
SPACE RESERVED
FOR RECORDING
LABEL IN COUN-
TIES WHERE
USED.)

STATE OF OREGON,

County of Klamath

I certify that the within instru-
ment was received for record on the
7 day of July, 1983,
at 8:56 o'clock A.M., and recorded
in book/reel/volume No. M 83
page 0726 or as document/fec/tile/
instrument/microfilm No. 25459.
Record of Deeds.

Witness my hand and seal of
County affixed.

Evelyn Biehn, County Clerk
By Sherri Spellman Deputy

8.00 fee