

THIS AGREEMENT, Made and entered into this 17 day of August, 1983,
 by and between Pacific Power & Light,
 hereinafter called the first party, and Klamath First Federal Savints & Loan Association,
 hereinafter called the second party; WITNESSETH:
 On or about July 20, 1979, Ronald J. and Mary Jane Blodgett
 , being the owner of the following described property in Klamath County, Oregon, to-wit:

A tract of land situate in the $E\frac{1}{2}SE\frac{1}{4}SW\frac{1}{4}$ of Section 29, Township 39 South, Range 9 East of the Willamette Meridian, in the County of Klamath, State of Oregon, being more particularly described as follows:

Beginning at the Northwest corner of the $E\frac{1}{2}SE\frac{1}{4}SW\frac{1}{4}$ of Section 29, Twp. 39 S., Rge 9 East, W.M. and running; thence South along the West line of the said $E\frac{1}{2}SE\frac{1}{4}SW\frac{1}{4}$, 330.0 feet; thence East parallel with the North line of said $E\frac{1}{2}SE\frac{1}{4}SW\frac{1}{4}$, 132.0 feet; thence North parallel with the West line of said $E\frac{1}{2}SE\frac{1}{4}SW\frac{1}{4}$, 330.0 feet; thence West 132.0 feet, more or less to the point of beginning.

executed and delivered to the first party his certain Insulation Cost Repayment Agreement & Mortgage
 (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 \$ 2,440.95, which lien was
 Recorded on February 21, 1980, in the Real Prop Records of Klamath County,

—Recorded on book/fee/volume No. M80 at page 3399 thereof or as document/fee/file/instrument/
 microfilm No. (indicate which);

—Filed on , 19 , in the office of the County Clerk
Klamath 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 , 19 , of

a financing statement in the office of the Oregon Secretary of State where it bears file No.
 and in the office of the Department of Motor Vehicles County, Oregon,
 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 \$ 22,700.00 to the present owner of the property above
 described, with interest thereon at a rate not exceeding 12 1/2 % per annum, said loan to be secured by the said
 present owner's Mortgage (hereinafter called the

(State nature of lien to be given, whether mortgage, trust deed, contract, security agreement or otherwise)
 second party's lien) upon said property and to be repaid within not more than 30 days from its date.
years

To induce the second party to make the loan last mentioned, the first party heretofore has agreed and con-
 sented 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 days after the date hereof, this sub-
 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 im-
 pair 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 cor-
 poration, 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 & LIGHT COMPANY

By: But J. Leonard

Administrative Mgr., Division Operations

203 SEP 2 PM 3 36

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

STATE OF OREGON,

County of _____

} ss.

, 19 _____

Personally appeared the above named _____

and acknowledged the foregoing instrument to be _____ voluntary act and deed. Before me:

(SEAL)

Notary Public for Oregon.

My commission expires _____

STATE OF OREGON,

County of Multnomah

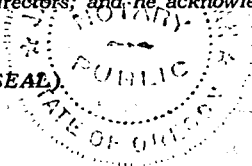
} ss.

August 30, 19 83Personally appeared Bert J. Leonard

who being duly sworn, did say that he is the

Administrative Mgr., Division Operations
of Pacific Power & Light Company
 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 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:

(SEAL)



Notary Public for Oregon.

My commission expires _____ My Commission Expires June 27, 1987

SUBORDINATION
AGREEMENT

TO _____

AFTER RECORDING RETURN TO

Klamath First Federal
540 Main St
Klamath Falls, OR
97601

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

STATE OF OREGON,

County of Klamath

} ss.

I certify that the within instru-
 ment was received for record on the
8th day of September, 19 83,
 at 3:36 o'clock P.M., and recorded
 in book/reel/volume No. M83 on
 page 14328 or as document/fee/file/
 instrument/microfilm No. 27985,
 Record of Mortgages
 of said County.

Witness my hand and seal of
 County affixed.

Evelyn Biehn County Clerk.
NAMES TITLE

By Bernetha Schuch Deputy