

61544

K-38640

STEVEN-NESS LAW PUBLISHING CO., PORTLAND, OR. 97204

THIS AGREEMENT, Made and entered into this 14th day of MAY, 1986, by and between SOUTH VALLEY STATE BANK hereinafter called the first party, and Klamath First Federal Savings and Loan Association hereinafter called the second party; WITNESSETH:

On or about APRIL 1st, 1986, Robert R. Henderson and Jean A. Henderson, being the owner of the following described property in Lot 16 in Block 17 of HILLSIDE ADDITION TO THE CITY OF Klamath Falls, Oregon, to-wit: according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

executed and delivered to the first party his certain Trust Deed (herein called the first party's lien) on said described property to secure the sum of \$15,000.00, which lien was recorded on April 8th, 1986, in the Records of Klamath County, microfilm No. 59995 (indicate which); at page 5790 thereof or as document/fee/file/instrument/ Filed on 19, 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 19, of a financing statement in the office of the Secretary of State and in the office of the Department of Motor Vehicles where it bears file No. of 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 \$ to the present owner of the property above described, with interest thereon at a rate not exceeding % per annum, said loan to be secured by the said present owner's (State nature of lien to be given, whether mortgage, trust deed, contract, security agreement or otherwise) (hereinafter called the second party's lien) upon said property and to be repaid within not more than 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 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.

SOUTH VALLEY STATE BANK

by

Jeffrey S. Bradford

8627



STATE OF OREGON,

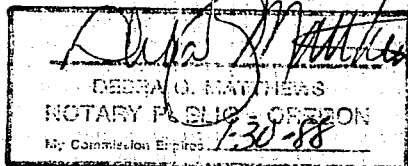
County of Klamath

SS.

This instrument was acknowledged before me on May 14, 19 86, by

Jeffrey S. Bradford

(SEAL)



Debra O. Matthews
Notary Public for Oregon
My commission expires 1-30-88

STATE OF OREGON,

County of _____

SS.

This instrument was acknowledged before me on _____, 19____, by _____

AS _____

NAME OF CORPORATE OFFICE OR AGENT, PARTNER, TRUSTEE, ETC.

of _____

NAME OF CORPORATION, PARTNERSHIP, TRUST, ETC.

(SEAL)

Notary Public for Oregon
My commission expires _____

SUBORDINATION AGREEMENT

TO

AFTER RECORDING RETURN TO

Klamath First Federal
2943 South 6th Street
Klamath Falls, Oregon 97603

(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
20th day of May, 19 86,
at 11:15 o'clock A. M., and recorded in
book/reel/volume No. M86, on
page 8626 or as fee/file/instru-
ment/microfilm/reception No. 61544,
Record of Mortgages
of said County.

Witness my hand and seal of
County affixed.

Evelyn Biehn, County Clerk

NAME

TITLE

By [Signature] Deputy

Fee: \$9.00