



STATE OF OREGON,

County of .....

ss.

JEKYLE F. HINCHEE SENIOR LOAN OFFICER

6860



This instrument was acknowledged before me on .....

19....., by .....

(SEAL)

Notary Public for Oregon

My commission expires .....

STATE OF OREGON,

County of KLAMATH

ss.

This instrument was acknowledged before me on .....

APRIL 15....., 1991, by .....

TERRIE L. HINCHEE

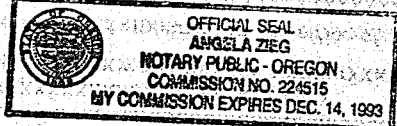
as SENIOR LOAN OFFICER

of SOUTH VALLEY STATE BANK

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

NAME OF CORPORATION, PARTNERSHIP, TRUST, ETC.

(SEAL)



Notary Public for Oregon

My commission expires 12/14/93

### SUBORDINATION AGREEMENT

TO

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

AFTER RECORDING RETURN TO

South Valley State Bank

5215 S. 6th St.

Klamath Falls, Oregon 97603

STATE OF OREGON,

County of .....

ss.

I certify that the within instrument was received for record on the ..... day of ....., 19....., at ..... o'clock ..... M., and recorded in book/reel/volume No. ...., on page ..... or as fee/file/instrument/microfilm/reception No. ...., Record of ..... of said County.

Witness my hand and seal of County affixed.

NAME

TITLE

By ..... Deputy

PROPERTY VESTING

6861

LAWRENCE C. JESPERSEN, JR. and VIOLETTE MAUREEN JESPERSEN,  
as tenants by the entirety  
KENNETH L. JESPERSEN and LORNA C. JESPERSEN,  
as tenants by the entirety  
and  
LEONARD KARL JESPERSEN and VICKY LYNN JESPERSEN,  
as tenants by the entirety

LEGAL DESCRIPTION

PARCEL 1

The SW1/4 SE1/4 of Section 5; N1/2 NE1/4, SE1/4 NE1/4 and that portion of the SW1/4 NE1/4 and the NE1/4 SE1/4 of Section 8 lying East of Swan Lake Road; and the S1/2 NW1/4 and that portion of the SW1/4 of section 9, lying East of Swan Lake Road, all being in Township 38 South, Range 10 East to the Willamette Meridian, Klamath County, Oregon, Excepting therefrom the following described tract: Beginning at a point 50 links due East from a point on the Section line 20 chains South of the Northwest corner of SW1/4 of Section 9, Township 38 South, Range 10 East of the Willamette Meridian; run thence, due East 6.50 chains; thence North 1.75 chains; thence East 5 chains; thence South 4 chains; thence West 5 chains; thence North 1.75 chains; thence West 6.50 chains; thence North .50 chains to the point of beginning.

PARCEL 2

Beginning at a point 50 links due East from a point on the Section line 20 chains South of the Northwest corner of the SW1/4 of Section 9, Township 38 South, Range 10 east of the Willamette Meridian; run thence, due East 6.50 chains; thence North 1.75 chains; thence East 5 chains; thence South 4 chains; thence West 5 chains; thence North 1.75 chains; thence West 6.50 chains; thence North .50 chains to the point of beginning.

PARCEL 3

The SE1/4 SE1/4 of Section 5, Township 38 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon.

PARCEL 4

The S1/2 SW1/4 of Section 4 and the N1/2 NW1/4 of Section 9, Township 38 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon.

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Klamath County Title Co. the 16th day  
of April A.D., 19 91 at 2:27 o'clock P M., and duly recorded in Vol. M91  
of Mortgages on Page 6859

FEE \$18.00

Evelyn Biehn County Clerk

By Rauline Mueller