

MTC 32697-JW

SUBORDINATION AGREEMENT

FOR ONE DOLLAR AND NO/100ths (\$1.00) and other good and valuable consideration, the SMALL BUSINESS ADMINISTRATION, an Agency of the United States of America, hereby agrees that the lien of its Trust Deed, dated October 8, 1993, and recorded October 8, 1993, in Volume M 93, Page 26251, Klamath County, State of Oregon, given to secure the payment of \$305,545.00, with interest thereon, executed by B. Roger Clark and Clara J. Clark, as Grantor, to the SMALL BUSINESS ADMINISTRATION, as Trustee, and as Beneficiary, shall be junior and subordinate to the lien of the Trust Deed dated April 8, 1994, recorded April 22, 1994, in Volume m94, Page 12172, Official Records of Klamath County, State of Oregon, given to secure the payment of \$100,000.00, with interest thereon, executed by B. Roger Clark and Clara J. Clark, to W. Young Investors provided, however, that this Subordination Agreement shall be limited to \$100,000.00, including principal and interest therein, and shall not extend to any further advances of W. Young Investors. This Subordination Agreement shall expire on May 23, 1998.

IN WITNESS WHEREOF, this instrument has been executed by the Chief, Portfolio Management Division, Portland District Office, SMALL BUSINESS ADMINISTRATION, an Agency of the United States of America, at Portland, Oregon, this 18th day of April, pursuant to the authority contained in 44 FR 59499, as corrected in 44 FR 64401, as amended.

SBA Loan No. 6575201106.

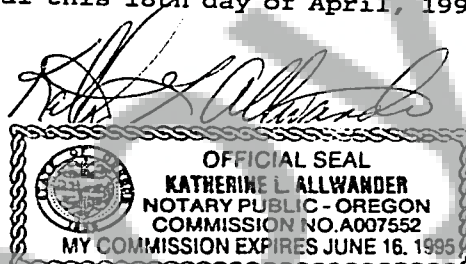
SMALL BUSINESS ADMINISTRATION

By: Wayne E. Carver
Wayne E. Carver, Chief
Portfolio Management Division
Portland District Office

STATE OF OREGON)
) ss
COUNTY OF MULTNOMAH)

This certifies that before me on this day there personally appeared Wayne E. Carver, to me known to be the Chief, Portfolio Management Division, Portland District Office, of the SMALL BUSINESS ADMINISTRATION, an Agency of the United States of America, and acknowledged to me that he executed the foregoing instrument as the free and voluntary act and deed of SMALL BUSINESS ADMINISTRATION for the uses and purposes therein mentioned, and on oath stated that he was duly and regularly authorized to execute the same on its behalf.

IN WITNESS WHEREOF, my hand and official seal this 18th day of April, 1994.



Return:
SBA
222 S.W. Columbia Suite 500
Portland, OR 97201

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Mountain Title Co the 22nd day
of April A.D., 19 94 at 3:36 o'clock P M., and duly recorded in Vol. M94
of Mortgages on Page 12171.

FEE \$10.00

Evelyn Biehn County Clerk

By Catherine L. Allwander