

20912

MTCS DIANS

Vol 196 Page 20043

THIS AGREEMENT, Made and entered into this 28th day of June, 1996,

by and between: Klamath County, hereinafter called the first party, and Klamath First Federal Savings and Loan Association, hereinafter called the second party; VI NESSETH, On or about March 23, 1993, David G. Otey and Carolynn Otey, being the owner of the following described property in Klamath County, Oregon, to-wit:

Lot 11 in Block 2 Cascade Park according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

(IF SPACE IS SUFFICIENT, CONTINUE DESCRIPTION ON REVERSE SIDE)

executed and delivered to the first party a certain Trust Deed and Note (State whether mortgage, trust deed, contract, security agreement or otherwise) (herein called the first party's lien) on the property to secure the sum of \$, which lien was: -Recorded on March 29, 1993, in the Mortgage Records of Oregon, in book/reel/volume No. M93 at page 6316 and/or as fee/file/instrument/microfilm/reception No. (indicate which); -Filed on 19, in the office of the County, Oregon, where it bears fee/file/instrument/microfilm/reception 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 Dept. of Motor Vehicles of County, Oregon, where it bears fee/file/instrument/microfilm/reception No. (indicate which).

Reference to the document so recorded or filed hereby is made. The first party has never sold or assigned first party's 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 \$29,000.00 to the present owner of the property, with interest thereon at a rate not exceeding % per annum. This loan is to be secured by the present owner's trust deed

(State nature of lien to be given, whether mortgage, trust deed, contract, security agreement or otherwise) (hereinafter called

the second party's lien) upon the property and is to be repaid not more than days years from its date.

SUBORDINATION AGREEMENT

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 and/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

After recording return to (Name, Address, Zip): Klamath County Title Company P.O. Box 151 Klamath Falls, Oregon 97601

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

20044

To induce the second party to make the loan first mentioned, the first party heretofore has agreed and consented to subordinate that party's 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, first party's personal representatives (or successors) and assigns, hereby covenants, consents and agrees to and with the second party, second party's personal representatives (or successors) and assigns, that the first party's lien on the 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 lien in all respects shall be first, prior and superior to that of the first party, provided always, however, that if second party's 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 lien, except as hereinabove expressly set forth.

In construing this subordination agreement, and where the context so requires, the singular includes the plural, and all grammatical changes shall be made so that this agreement shall apply equally to corporations and to individuals.

IN WITNESS WHEREOF, the undersigned has executed this agreement; if the undersigned is a corporation, it has caused its name to be signed and its seal, if any, affixed by an officer or other person duly authorized to do so by order of its board of directors.

KLAMATH COUNTY TITLE COMPANY

AGENT FOR Klamath County/Pure Project

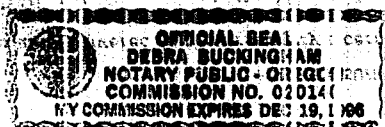
By: DEBRA BUCKINGHAM

President

STATE OF OREGON, County of Klamath ss.

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

by _____

This instrument was acknowledged before me on June 28, 1996,by R. E. Veatchas Presidentof Klamath County Title Company

Debra Buckingham
My Commission expires 12-19-96
Notary Public for Oregon

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Mountain Title Co the 5th day
of July A.D., 1996 at 3:56 o'clock P. M., and duly recorded in Vol. M96
of Mortgages on Page 20043

Bernetha G. Letsch, County Clerk

By Debra Buckingham

FEE \$15.00

SOOTS

MORTGAGE

20044