JUL 27 All :51 Vol. <u>M98</u> Page 27402 STATE OF OREGON. SUBORDINATION AGREEMENT County of Klamath I certify that the within instrument was received for record on the ____ day Lisa Marie Hanscom and of _____, 19___, at Daniel Lee Eddy o'clockM., and recorded in book/reel/volume No. SPACE RESERVED _____ and/or as fee/file/instru-FOR RECORDER'S USE ment/microfilm/reception No. ______ Records of said County. Witness my hand and seal of County After recording, return to (Hame, Address, Zip): affixed. Southern Pacific Funding Corp. P.O. Box 808047 Petaluma, CA 94975-8047 THIS AGREEMENT made and entered into this ___30th____ day of _June_____, 19.98_, by and between __Lisa Marie Hanscom and Daniel Lee Eddy ______, hereinafter called the first party, and Southern Pacific Funding Corp. hereinafter called the second party, WITNESSETH:
On or about May 28, 1997, Aubrey Dale Harris and Ginger Lee **SEE EXHIBIT A WHICH IS MADE A PART HEREOF BY THIS REFERENCE** (IF SPACE INSUFFICIENT, CONTINUE DESCRIPTION ON REVERSE) (herein called the first party's lien) on the property, to secure the sum of \$.55,200,00, which lien was: book/reel/volume No. _M97_____ at page _16268_____ and/or as fee/file/instrument/microfilm/reception No. _____ (indicate which); (Delete any language not rerusent to this transaction) _____ (indicate which). Reference to the document so recorded or filed is hereby 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 \$_159,250,00 to the present owner of the property, with interest thereon at a rate not exceeding _11_.350_% per annum. This loan is to be secured by the present owner's ______ Trust Deed
(State nature of lien to be given, whether montgage, trust deed, contract, security agreement or otherwise) the second party's lien) upon the property and is to be repaid not more than ______ 30___ \[\] days XX years (indicate which) from its date.

(OVER)



To induce the second party to make the loan last mentioned, the first party has agreed and consented to subordinate first 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, on behalf of the first party and also on behalf of the first party's personal representatives, successors, and assigns, hereby covenants, consents and agrees to and with the second party and second party's personal representatives, 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 the second party's lien in all respects shall be first, prior and superior to that of the first party, provided always, however, that if the second party's lien is not duly filed or recorded, or an appropriate financing statement with respect thereto duly filed within ___30____ 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 gram-

matical 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 authorized to do so by order of its board of directors.

	Daniel Lee Edy
STATE OF OREGON, County of This instrument was acknow by This instrument was acknow	vledged before me on
of OFFICIAL SEAL	Notary Public for Oregon My commission expires
NOTARY PUBLIC - OREGON OCCUMENTS OF THE PROPERTY OF THE PROPER	

STATE OF OREGON,	Portland, OR 97204 @ 1992
County of KLAMATH	
BE IT REMEMBERED, That on the	his 218t day of ULY 19.8s., blic in and for the State of Oregon, personally appeared the within
known to me to be the identical indivi	dual described in and who executed the within instrument andexecuted the same freely and voluntarily.
acknowledged to the that	TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal the day and year last above written.

ACKNOWLEDGMENT

A portion of the SE1/4 of the SW1/4 of Section 22, Township 38 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows:

Beginning at the quarter section corner common to Sections 22 and 27, Township 38 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon; thence West along said Section line 160 feet to a steel rod, which is the true point of beginning of the tract herein described; thence North 23 degrees 55' West 359.06 feet to a steel rod on the South boundary of the Old Fort Road; thence South 80 degrees 30' West 713 feet, more or less, to a steel rod on the angle corner on the South boundary of the Old Fort Road; thence South 43 degrees West to the Section line between Sections 22 and 27, Township 38 South, Range 9 line to the point of beginning.

STATE O	FOREGON: CO	OUNTY OF KLAMATH: ss.		
Filed for r	ecord at request July	ofAmerititle A.D., 19 <u>98</u> at <u>11:51</u> ofMortgages		da
FEE	\$20.00		Bernetha G. Letsch, County Clerk By Atalum Ross	-