

'98 NOV 20 P3:25

WHEN RECORDED MAIL TO
U.S. Bank National Association
Retail Service Center
4325 17th Ave. SW
Fargo, ND 58108-2687

MTC 46282-M5

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE

Deed Of Trust Subordination Agreement

Account No. 30400115778160998

This Agreement is made this 18th day of November 1998, by and between U.S. Bank National Association ND as successor in interest to U.S. Bank ("Bank") and Columbia River Bank Mortgage Group ("Refinancer").

Bank is the beneficiary under a deed of trust (the "Junior Deed of Trust") dated March 5, 1998, granted by Dennis L. DeMello and Lynn A. DeMello ("Borrower"), and recorded in the office of the County Recorder, Klamath County, Oregon on March 19, 1998, as Volume M98, Page 8752, encumbering the real property described therein (collectively, the "Property"). Refinancer is the beneficiary under a deed of trust (the "Senior Deed of Trust") dated November 10, 19 98, granted by the Borrower, and recorded in the same office on November 20, 19 98, as Volume M98, page 42691, encumbering the property. To induce Refinancer to make a loan to the Borrower secured by the Senior Deed of Trust, Bank has agreed to execute and deliver this Subordination Agreement.

ACCORDINGLY, in consideration of the premises and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Bank hereby agrees with Refinancer that the lien of the Junior Deed of Trust on the Property is and shall be and shall remain fully subordinate for all purposes to the lien of the Senior Deed of Trust on the Property, to the full extent of all sums from time to time secured by the Senior Deed of Trust; provided, however, that the total indebtedness secured by the Senior Deed of Trust does not exceed \$140,000.00, exclusive of interest thereon, amounts advanced to protect the lien and priority of the Senior Deed of Trust, and costs of collection.

Legal Description:

Lot 5 in Block 2 of Pine Grove Ponderosa, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

Property Address 10420 Quail Lane, Klamath Falls, OR 97603

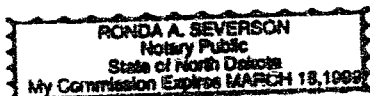
IN WITNESS THEREOF, this Subordination Agreement is executed on the day and year first above stated.

Bank Name: U.S. Bank National Association ND as successor in interest to U.S. Bank

By: Jeannie M. Pflugrath
Title: Operations Officer

STATE OF North Dakota
COUNTY OF Cass

The foregoing instrument was acknowledged before me this 18th day of November, 1998, by (name) Jeannie M. Pflugrath, the (title) Operations Officer of (bank name) U.S. Bank National Association ND as successor in interest to U.S. Bank a national banking association, on behalf of the association.



Ronda A. Severson
Notary Public

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Ameri title the 20th day of November 98 A.D., 19 98 at 3:25 o'clock P. M., and duly recorded in Vol. M98 of Mortgages on Page 42690

FEE \$10.00

By Bernetha G. Letsch, County Clerk
Kathleen Rose