

Recording requested by:  
Wells Fargo Financial System Oregon, Inc.

When recorded mail to:  
Wells Fargo Financial System Oregon, Inc.  
P.O. Box 5943  
Sioux Falls, SD 57117-5943

mtc 5563  
SUBORDINATION AGREEMENT OF TRUST DEED

This agreement made this 8th day of October, 2001, between Wells Fargo Financial Bank, f/k/a/ Dial Bank, (hereinafter referred to as subordinating creditor), and Wells Fargo Financial System Oregon, Inc. (hereinafter referred to as favored creditor), witnesseth:

That in consideration of subordinating creditor entering into this subordination agreement, favored creditor agrees to lend not to exceed \$82,037.00 in accordance with that certain agreement dated on or about October 8, 2001, between favored creditor and John E. Harmon, Jr. and Ellen J. Harmon, as tenants by the entirety (debtor).

In consideration of favored creditor making aforesaid loan to debtor, subordinating creditor agrees that the mortgage/deed of trust (hereafter "mortgage") executed in its favor by debtor on January 26, 2000, and recorded in the mortgage records of Klamath County, State of Oregon as Book M00, Page 3095, Instrument No. \_\_\_\_\_, be subject, inferior, junior, secondary and subordinate to a mortgage which is executed by debtor in favor of favored creditor as security for the aforesaid loan, and that said mortgage and debt in favor of favored creditor shall have priority over said mortgage and debt in favor of subordinating creditor, with respect to the property legally described in the mortgage executed in favor of subordinating creditor described above.

WITNESS WHEREOF, the parties have executed this Assignment the 8th day of October, 2001.

WELLS FARGO FINANCIAL BANK  
Subordinating Creditor

By: Jerry Kerns  
Its: Vice President

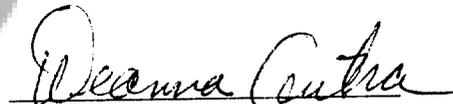


STATE OF SOUTH DAKOTA) COUNTY OF MINNEHAHA)

On this the 8th day of October, 2001, before me, a Notary Public the undersigned officer, personally appeared Jerry Kerns, who acknowledged himself to be the Vice President of Wells Fargo Financial Bank, a South Dakota corporation, and that he, as such officer, being authorized so to do, executed the foregoing instrument for the purposes therein contained, by signing the name of the corporation by himself as Vice President.

In witness whereof, I hereunto set my hand and official seal.

OFFICIAL SEAL  
Deanna Centra  
SOUTH DAKOTA  
NOTARY PUBLIC

  
Notary Public

Prepared by Cindy Roth for Wells Fargo Financial Bank  
May 4, 2005

52925

**EXHIBIT "A"  
LEGAL DESCRIPTION**

That portion of Lots 47 and 48 of OLD ORCHARD MANOR in the City of Klamath Falls, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon, described as follows:

Beginning at the Northeast corner of said Lot 48; thence South along the East line of said lot, 34.3 feet to a point; thence West parallel to the South line of said lot to a point which is 34.3 feet South of the Northwest corner of said lot; thence North along the West line of said Lot 48 and Lot 47 to a point which is 42.7 feet North of the Southwest corner of said Lot 47; thence East parallel to the South line of said Lot 47 to a point on the East line of said Lot 47 which is 42.7 feet North of the Southeast corner of said Lot 47; thence South along the East line of said lots to the point of beginning.

State of Oregon, County of Klamath  
Recorded 10/17/01 at 3:17 p. m.  
In Vol. M01 Page 52924  
Linda Smith,  
County Clerk Fee \$ 26<sup>00</sup>