



12/22/2006 03:04:40 PM

Fee: \$46.00

MTCTTTT

After recording return to: Farm Credit Services - Klamath Falls
300 Klamath Avenue, Suite 200
PO Box 148
Klamath Falls, OR 97601

Customer/Note No. 43110-443

SUBORDINATION AGREEMENT

PARTIES AND INTERESTS.

Subordinator: George W. Chin and Janet J. Chin, husband and wife

Subordinator's Interest: Trust Deed dated January 1, 2000, recorded January 28, 2000 in Volume M00, page 2966 and re-recorded May 5, 2000 in Volume M00, page 16299, records of Klamath County, Oregon, covering property described in Exhibit A attached.

Subordinatee: Northwest Farm Credit Services, FLCA
PO Box 148
Klamath Falls, OR 97601

Subordinatee's Interest: Deed of Trust dated December 22, 2006, recorded December 22, 2006 in Volume 2006, page 025274, records of Klamath County, Oregon

Subordinatee's Note: Note, executed by Borrower or Borrower's successor, dated December 22, 2006, and any amendments thereto, secured by Subordinatee's Interest.

Borrower: Daniel G. Chin and Deloris D. Chin, husband and wife; Daniel George Chin, Trustee of Chin Family Living Trust, with a Trust agreement date of 04/22/96; Deloris Diane Chin, Trustee of Chin Family Living Trust, with a Trust agreement date of 04/22/96; Wong Potatoes, Inc., a corporation.

AGREEMENT.

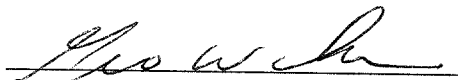
The property described in the above-referenced instruments creating Subordinatee's Interest is referred to as the "Property."

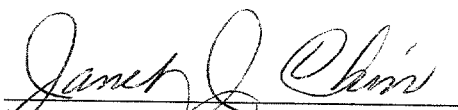
For good and valuable consideration, Subordinator subordinates its interest in the Property to Subordinatee's Interest and all advances or charges, if any, made or accruing under Subordinatee's Note, if any. This subordination also includes any extension, refinancing, reindexing, renewal, or renegotiation of Subordinatee's Note, if any.

Subordinator acknowledges the opportunity to examine the terms of the documents pertaining to Subordinatee's Interest.

The heirs, personal representatives, successors and assigns of Subordinator shall be bound by this Agreement. This Agreement shall inure to the benefit of Subordinatee and its personal representatives, successors and assigns.

Dated: 12-22-06

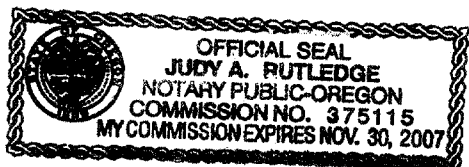

George W. Chin


Janet J. Chin

46

STATE OF Oregon)
)ss.
County of Klamath)

On this 22nd day of December, 2006 before me personally appeared George W. Chin, to me known to be the person(s) described in and who executed the within instrument, and acknowledged that he/she executed the same as his/her free act and deed.



Judy A. Rutledge
Printed Name Judy A. Rutledge
Notary Public for the State of Oregon
Residing at Klamath Falls, OR
My commission expires 11/30/07

STATE OF Oregon)
)ss.
County of Klamath)

On this 22nd day of December, 2006 before me personally appeared Janet J. Chin, to me known to be the person(s) described in and who executed the within instrument, and acknowledged that he/she executed the same as his/her free act and deed.



Judy A. Rutledge
Printed Name Judy A. Rutledge
Notary Public for the State of Oregon
Residing at Klamath Falls, OR
My commission expires 11/30/07

Exhibit A

PARCEL 1

All that portion of the SW1/4 SW1/4 and of Government Lot 11 of Section 11, Township 41 South, Range 11 East, Willamette Meridian, which lies Southwesterly of a line drawn parallel to and distant 200 feet Southwesterly of the center line of the railway of the Great Northern Railway Company as now located and constructed; said center line being more particularly described as follows:

Beginning at a point in the Westerly boundary of said Section 11 distant 977.00 feet Northerly from the Southwest corner thereof; thence Southeasterly along a straight line making a Southeasterly included angle of $61^{\circ} 46' 1/2''$ with said Westerly boundary 531.9 feet; thence Southeasterly along the arc of a $1^{\circ} 0'$ curve to the left, 2,830.00 feet; thence Easterly on tangent 2,141.00 feet, more or less, to an intersection with the Easterly boundary of said Section 11 at a point distant 36.8 feet, Northerly from the Southeast corner thereof. The said strip of land containing 12.35 acres, more or less, in the SW1/4 SW1/4 and 0.22 of an acre, more or less, in Government Lot 11 of said Section 11, Township 41 South, Range 11 East, Willamette Meridian, exclusive of right of way previously granted for highway and for a Government irrigation and drainage canal, SAVING AND EXCEPTING a piece or parcel of land situated in the SW1/4 SW1/4 of Section 11, Township 41 South, Range 11 East of the Willamette Meridian in Klamath County, Oregon, being more particularly described as follows:

Beginning at a 5/8 inch iron pin the East right of way boundary of the Adams Point County Road, as the same is presently located and constructed from which the monument marking the Southwest corner of Section 11, Township 41 South, Range 11 East of the Willamette Meridian, bears North $89^{\circ} 57' 10''$ West 30.0 feet and South $0^{\circ} 02' 50''$ West 251.75 feet distant; thence North $0^{\circ} 02' 50''$ East along the Easterly right of way boundary of said County Road 475.20 feet to an iron pin at its intersection with the Southwesterly right of way boundary of the Burlington-Northern Railroad; thence along said Railroad; right of way South $61^{\circ} 34' 10''$ East 389.7 feet to a point; thence along a circular curve to the left (which has a central angle of $0^{\circ} 40' 40''$, radius of 5,929.65 feet, and a long chord which bears South $61^{\circ} 54' 34''$ East 70.38 feet) a distance of 70.4 feet to a 5/8 inch iron pin; thence continuing along a circular curve to the left (which has a central angle of $5^{\circ} 55' 50''$, a radius of 5,929.65 feet, and a long chord which bears South $65^{\circ} 13' 00''$ East 613.75 feet) a distance of 613.80 feet to a 5/8 inch iron pin; thence, leaving said Railroad right of way, North $89^{\circ} 57' 10''$ West 962.4 feet, more or less, to the point of beginning.

PARCEL 2

Also, an easement 20.0 feet in width which has its Northeasterly boundary parallel to and contiguous with the Southwesterly right of way boundary of the Burlington-Northern Railroad from the most Northwesterly corner to the most Southeasterly corner of the above described parcel of land; for the purpose of construction, reconstruction, operation, and maintenance of an irrigation ditch.

PARCEL 3

Lots 3, 4 and N1/2 N1/2 N1/2 of Lot 5 and the N1/2 N1/2 N1/2 of Lot 6 of Section 14, Township 41 South, Range 11 East, Willamette Meridian, excepting right of way heretofore reserved by the United States for the "J" Canal.

PARCEL 4

A portion of Lot 5, Section 10, Township 41 South, Range 11 East of the Willamette Meridian, described as follows: Beginning at the one-quarter corner common to Section 9 and 10 of said Township and Range; thence South $89^{\circ} 58'$ East 3.51 chains, more or less, to the projection of the center line of the 9-E-2-Drain; thence South $34^{\circ} 26'$ East along the said center line 14.11 chains to its intersection with the North line of S1/2 N1/2 SW1/4 of Section 10; thence West along said North line to the West line of said Section 10; thence North along said West line to the point of beginning.

EXCEPTING THEREFROM a tract of land situated in the SW1/4 of Section 10, Township 41 South, Range 11 East of the Willamette Meridian, described as follows: Beginning at the Northwest corner of the S1/2N1/2SW1/4 of said Section 10, thence East along the North line of said S1/2N1/2SW1/4 to the East line of the SW 1/4; thence North along said East line 164.0 feet; thence West parallel with the North line of said S1/2N1/2SW1/4 to the West line of the SW1/4; thence South along said line 164.00 feet to the point of beginning.

PARCEL 5

The SW1/4 SE1/4 and that portion of Lot 7 (NW1/4 SE1/4), Section 10, Township 41 South, Range 11 East of the Willamette Meridian lying Southerly of the Great Northern Railway Right of Way.

All that portion of Government Lot 1 in Section 15, Township 41 South, Range 11 East of the Willamette Meridian, lying West of the East line of the SW1/4 of the SE1/4 of Section 10, Township 41 South, Range 11 East of the Willamette Meridian, extended South to the South line of said Lot 1.

PARCEL 6

A portion of Section 10, Township 41 South, Range 11 East of the Willamette Meridian, described as follows: Beginning at the one-quarter corner common to Section 9 and 10 of said Township and Range, thence South $89^{\circ} 58'$ East 3.51 chains, more or less, to the projection of the center line of the 9-E-2 drain; thence South $34^{\circ} 26'$ East along said center line 14.11 chains to its intersection with the North line

of the S1/2 N1/2 SW1/4 of said Section 10; thence Easterly along said North line of S1/2 N1/2 SW1/4, 30.80 chains more or less, to the East line of the SW1/4 of said Section 10; thence Northerly along the East line of the SW1/4 of said Section 10, 10 chains, more or less, to the Northeast corner of the NE1/4 SW1/4 of said Section 10; thence Westerly along the Northerly line of said NE1/4 SW1/4 to the intersection of the said Northerly line with the Southwesterly right of way line of the Great Northern Railway Company Railroad right of way; thence Northwesterly along said Southerly railroad right of way line to its intersection with the West line of said Section 10; thence Southerly along said West line of Section 10 to the place of beginning.

EXCEPTING THEREFROM that portion described as follows: A triangular parcel of land located in the Northeast corner of the Northeast corner of the SW1/4 of Section 10, Township 41 South, Range 11 East of the Willamette Meridian, described as follows: Commencing at the Northeast corner of the SW1/4 of Section 10, Township 41 South, Range 11 East of the Willamette Meridian, extending thence West along the Northerly line of said SW1/4 366 feet, more or less, to the intersection of said line with the Northeastly right of way line of the Great Northern Railway; thence Southeasterly along the Northeastly right of way line of said Railway a distance of 399 feet, more or less, to the North-South center line of said Section 10; thence North along said center line a distance of 162 feet, more or less, to the point of beginning.

ALSO EXCEPTING THEREFROM a tract of land situated in the SW1/4 of Section 10, Township 41 South, Range 11 East of the Willamette Meridian, described as follows: Beginning at the Northwest corner of the S1/2N1/2SW1/4 of said Section 10, thence East along the North line of said S1/2N1/2SW1/4 to the East line of the SW1/4; thence North along said East line 164.0 feet; thence West parallel with the North line of said S1/2N1/2SW1/4 to the West line of the SW1/4; thence South along said line 164.00 feet to the point of beginning.

PARCEL 7

A tract of land situated in Sections 8 and 17, Township 40 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon being more particularly described as follows:

Beginning at a point on the North line of said Section 17 from which the Northwest corner of said Section 17 bears North 89° 49' 21" West, 30.00 feet; thence South 00° 05'09" East parallel to the West line of said Section 17, 256.00 feet; thence South 89° 49' 21" East parallel to the North line of said Section 17, 2,379 feet more or less to the Mean High Water Line of Lost River; thence Northerly on said Mean High Water Line the following courses and distances: North 15° 12' 02" East, 324.30 feet; North 09° 32' 48" East, 223.70 feet; North 16° 32' 48" West, 370.44 feet; and North 25° 02'09" West, 424.66 feet; thence leaving said Mean High Water Line, North 89° 49' 21" West, 2, 211.42 feet to a point lying 30.00 feet East of the West line of said Section 8; thence South 00° 16'30" West, parallel to the West Line of said Section 8, 1,016.92 feet to the point of beginning.

PARCEL 8

The S1/2 of the N1/2 and the NE1/4 of the NE1/4 in Section 29, Township 40 South, Range 10 East, Willamette Meridian, Klamath County, Oregon, EXCEPT those portions of the NE1/4 NE1/4 lying North and East of The Dalles-California Highway lying within Chin Road, lying within the right of way of The Dalles-California Highway, and lying within the Southern Pacific Railroad right of way.

PARCEL 9

The SW1/4 of the SE1/4 of Section 20, Township 40 South, Range 10 East, Willamette Meridian, Klamath County, Oregon, EXCEPT those portions thereof lying within the Southern Pacific Railroad right of way, The Dalles-California Highway right of way, and North of the USBR No. 5 Drain, and EXCEPT any portion lying within Wong Road.

PARCEL 10

The NW1/4 of the NE1/4 of Section 29, Township 40 South, Range 10 East, Willamette Meridian, Klamath County, Oregon.

Account No: 4111-01000-00500-000
Key No: 106325
Code No: 018

Account No: 4111-01000-01100-000
Key No: 106307
Code No: 018

Account No: 4111-01000-01400-000
Key No: 106398
Code No: 018

Account No: 4111-01100-00900-000
Key No: 106487
Code No: 016

Account No: 4111-01400-00500-000
Key No: 106482
Code No: 016

Account No: 4111-01400-00500-000
Key No: 891356
Code No: 016

Account No: 4111-01500-00200-000
Key No: 106904
Code No: 018

Account No: 4010-00800-01001-000
Key No: 831737
Code No: 164

Account No: 4010-00800-01101-000
Key No: 831728
Code No: 164

Account No: 4010-01700-00700-000
Key No: 98110
Code No: 164

Account No: 4010-02900-00400-000
Key No: 99672
Code No: 018

Account No: 4010-01700-00600-000
Key No: 98101
Code No: 164

Account No: 4010-02900-00300-000
Key No: 99654
Code No: 018

Account No: 4010-02000-01500-000
Key No: 98780
Code No: 018