MTC80995

THIS INSTRUMENT WAS PREPARED BY AND UPON RECORDING RETURN TO:

Citicorp Leasing, Inc. 2600 Michelson, Suite 1200 Irvine, CA 92612

Attention: COMPLIANCE OFFICER

Re: CLOUGH OIL COMPANY 5800 South Sixth Street, Klamath Falls, OR 97603 KLAMATH COUNTY #37734 2008-000257 Klamath County, Oregon



01/07/2008 03:27:23 PM

Fee: \$36.00

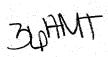
[SPACE ABOVE FOR RECORDER'S USE ONLY]

SUBORDINATION AGREEMENT

The undersigned is the tenant under that certain LEASE dated November 01, 2007 ("Lease Agreement") between Edwin Clough, an individual and Jan Clough, an individual, as Landlord, and CLOUGH OIL CO., an Oregon corporation, as the Tenant, recorded in the office of Klamath County, Oregon, affecting certain property located in Klamath County, Oregon (the "Property"), the Property being more particularly described on Exhibit "A" attached hereto.

The undersigned hereby agrees that the above-mentioned Lease Agreement shall be and is hereby made subject to and subordinate to that certain Deed of Trust, Assignment of Leases and Rents, Security Agreement and Financing Statement dated October 26, 2007, between Edwin J Clough, an individual and Jan M Clough (a/k/a Jan Clough), an individual as Grantor and Citicorp Leasing, Inc., a Delaware corporation as Beneficiary, conveying the Property now or hereafter to be recorded in the records of Klamath County, Oregon, as amended or modified from time to time (the "Deed of Trust").

Therefore, in consideration of Ten (\$10.00) Dollars in hand paid to the undersigned, the undersigned hereby subordinates and makes subject all right, title, or interest of the undersigned under the above-mentioned Lease Agreement, or otherwise, in and to the Property, as against the Deed of Trust. This Subordination Agreement shall be binding upon the successors and assigns of the undersigned, and shall operate to the benefit of the holder of the Deed of Trust and the successors and assigns thereof, and of any purchaser at any foreclosure sale thereunder, and shall apply with like force and effect to any renewal thereof.



"TENANT"

CLOUGH OIL COMPANY,

an Oregon corporation

Name: Edwin J. Clough

Title: President

County of OKLAMPH	CAPACITY CLAIMED BY SIGNER
On 11/28/07 before me, BOUVIE Muedul Name, Title of Officer-e.g. "Jane Doe, Notary"	INDIVIDUAL
personally appeared Edwin J. Clough	CORPORATE OFFICER(S)
personally known to me -OR- proved to me on basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in	PARTNER(S)
his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.	ATTORNEY-IN-FACT
ure person(s) acted, executed the instrument.	TRUSTEE(S)
Wisgess my hand and official seal. SHOWATURE OF NOTARY	SUBSCRIBING WITNESS
OFFICIAL SEAL BONNIE MURDOCK NOTARY PUBLIC-OREGON COMMISSION NO. 413429	GUARDIAN/ CONSERVATOR
MY COMMISSION EXPIRES FEB. 19, 2011	OTHER:
	SIGNER IS REPRESENTING:
ATTENTION NOTARY: Although the information requested below is OPTIONAL, it could prevent frau unauthorized documents.	dulent attachment of this certificate to
THIS CERTIFICATE MUST Title or Type of Document	
BE ATTACHED TO THE Number of Pages Date of Document DOCUMENT AT THE RIGHT: Signer(s) Other Than Named Above:	

EXHIBIT A

DESCRIPTION OF THE LAND

Parcel 1 of Minor Land Partition 41-91, situated in Lots 3, 4 and 5 of Block 2 HOMELAND TRACTS, in the NW1/4 SW1/4 of Section 1, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon.

Common Address: 5800 South Sixth Street, Klamath Falls, OR 97603