

NTC 86809

2010-000948

Klamath County, Oregon

Address:

NWFCS-Pasco  
P.O. Box 2585  
Pasco, WA 99301-2585



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01/26/2010 03:33:53 PM

Fee: \$47.00

**Royale Columbia Farms, Inc.**  
**Customer/Note No. 67004-241**

### **SUBORDINATION AGREEMENT**

#### PARTIES AND INTERESTS.

Subordinator: Fault Line, LLC, an Oregon limited liability company

Subordinator's Interest: Lease dated January 1, 2009 between WRMS, LLC and Fault Line, LLC, in the office of Klamath County, Oregon, covering all or a portion of the property described in the attached Exhibit A.

Subordinatee: Northwest Farm Credit Services, PCA

Subordinatee's Interest: Line of Credit Deed of Trust, Assignment of Lease's and Rents and Fixture Filing dated January 22, 2010, recorded Jan 26, 2010, under Instrument No. 2010-00947 in the records of Klamath County, Oregon.

Subordinatee's Note: Note, executed by Borrower or Borrower's successor, dated January 22, 2010, and any amendments thereto, secured by Subordinatee's Interest.

Borrower: Royale Columbia Farms, Inc., an Oregon corporation, WRMS, LLC, an Oregon limited liability company, Richard E. Betz, a single person, Walter V. McDevitt, Jr., a married person dealing in his separate affairs, Michael D. and Colleen M. Thornton husband and wife, and Stanley E. and Earla J. Welch, husband and wife.

#### 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.

**SUBORDINATION AGREEMENT - 1**

**Royale Columbia Farms, Inc.; CIF No. 67004-241**

47amt

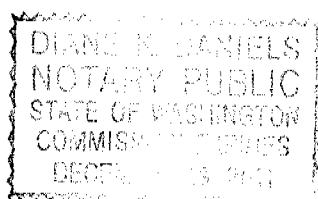
Dated: January 22, 2010

**SUBORDINATOR:  
FAULT LINE, LLC**

By: \_\_\_\_\_  
Name: Michael D. Thornton  
Title: PARTNER FINANCIAL MANAGER

STATE OF Washington )  
 )ss.  
County of Franklin )

On this 22<sup>nd</sup> day of January, 2010, before me personally appeared Michael D. Thornton, known to me to be the partner financial manager, respectively, of the limited liability company, the limited liability company that executed the within instrument, and acknowledged to me that they were authorized to execute the same on behalf of the limited liability company name freely and voluntarily.



Diane K. Daniels  
Notary Public for the State of Washington  
Residing at Richland  
My commission expires 12-19-2011  
Printed Name Diane K. Daniels

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## EXHIBIT "A"

Lots 12, 13 and 14 of TRACT 1293, being a portion of Tracts 9 through 11 of "ALTAMONT RANCH TRACTS", according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

<u>Account Nos.</u>	<u>Key No.</u>	<u>Code:</u>
3909-010CB-02500-000	875580	041
3909-010CB-02600-000	875581	041
3909-010CB-02700-000	875582	041
P-009750	P886037	041

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