

WTC 93052

2012-002707

Klamath County, Oregon



00115273201200027070030034

03/13/2012 11:42:50 AM

Fee: \$47.00

After recording return to:
Northwest Farm Credit Services, FLCA
300 Klamath Avenue, Suite 200
Klamath Falls, OR 97601

Customer/Note No. 022648-443-999-99
022648-442-999-99

SUBORDINATION AGREEMENT

PARTIES AND INTERESTS.

Subordinator: Carleton Farms, a General Partnership
PO Box 362
Merrill, OR 97633

Subordinator's Interest: Agricultural Lease dated January 1, 2004 by Larry L. Paschke and Mary A. Paschke, a married couple, as Lessor and Carleton Farms, a general partnership, as Lessee, covering the property in Exhibit A attached hereto and made a part hereof.

Subordinatee: Northwest Farm Credit Services, FLCA
300 Klamath Avenue, Suite 200
Klamath Falls, OR 97601

Subordinatee's Interest: Deed of Trust dated March 7, 2012, recorded 3/9/12,
as Instrument No. 2012-02562, records of Klamath County, Oregon.

Subordinatee's Note: Note, executed by Borrower or Borrower's successor, dated March 7, 2012, and any amendments thereto, secured by Subordinatee's Interest.

Borrower(s): Larry L. Paschke and Mary A. Paschke, a married couple; and Paschke Hay & Grain, LLC, a Limited Liability Company.

AGREEMENT.

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

Subordination Agreement
022648-443-999-99

47Amc

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

Subordinator acknowledges the opportunity to examine the terms of the documents pertaining to Subordinate'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 Subordinate and its personal representatives, successors and assigns.

Dated: 3/9/12

Carleton Farms, a General Partnership

By: Dick Carleton
Dick Carleton, a General Partner

STATE OF Oregon)
)ss.
County of Klamath)

On this 9 day of MARCH, 2012, before me personally appeared Dick Carleton, to me known to be a partner in Carleton Farms, the partnership which executed the within instrument, and acknowledged that he/she executed the same as one of the partners and in the partnership name freely and voluntarily.



Mitchell K Stokes
Printed Name Mitchell K Stokes
Notary Public for the State of Oregon
Residing at Klamath Falls
My commission expires 3-19-2015

Exhibit A

Parcel 1:

The SE1/4 of Section 36, Township 40 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon. EXCEPTING THEREFROM that portion conveyed to United States of America by deed dated January 28, 1909, recorded March 5, 1909 in Deed Volume 25 at page 571, Records of Klamath County, Oregon.

Parcel 2:

SW1/4NW1/4 of Section 6, Township 41 South, Range 11 East of the Willamette Meridian, Klamath County, Oregon.

Parcel 3:

SE1/4NE1/4 and that portion of N1/2SW1/4NE1/4 lying Northerly of the Klamath Irrigation District Canal in Section 1, Township 41 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon. EXCEPTING THEREFROM that portion conveyed to United States of America by deed dated October 9, 1908, recorded October 13, 1908 in Deed Volume 25 at page 135, Records of Klamath County, Oregon.

<u>Account No.</u>	<u>Key No.</u>	<u>Code No.</u>
4010-03600-00600-000	100394	018
4110-00100-00400-000	100562	018
4111-00600-00400-000	105923	018