



After Recording Return To:

Oregon Affordable Housing Assistance Corp.  
Oregon Homeownership Stabilization Initiative  
725 Summer Street NE, Suite B  
Salem, OR 97301-1266

2014-000699  
Klamath County, Oregon  
01/27/2014 10:18:25 AM  
Fee: \$62.00

Space above this line used for recorders use

### SUBORDINATION AGREEMENT

THIS SUBORDINATION AGREEMENT ("Agreement") is made and entered into this 26th day of December 2013, by and between **OREGON AFFORDABLE HOUSING ASSISTANCE CORPORATION** with an address of 725 Summer Street NE, Suite B, Salem OR 97301-1266, hereinafter called the "First Party" and American Financial Resources Inc., with an address of 9 Sylvan Way Parsippany, NJ 07054 hereinafter called the "Second Party",

#### WITNESSETH:

On or about March 22, 2012, Deana Chambers and Patrick Chambers, being the owner (referred to hereinafter as the "Owner" or "Borrower") of property located in Klamath County, Oregon and described on Exhibit A hereto (the "Premises"), executed and delivered to the First Party a certain SUBORDINATE MORTGAGE (State whether mortgage, trust deed, security agreement) (herein called the "First Party Lien") on the Premises, to secure the sum of \$20,000.00, which lien was recorded on April 3, 2012, in the Records of Washington County, Oregon as Document No. 2012-003439.

The First Party is the legal and beneficial owner of the First Party Lien and the debt secured thereby which is evidenced by one or more promissory notes made by the Borrower in favor of the First Party.

Borrower wishes to obtain a loan from Second Party for the purposes of refinancing Borrower's current first mortgage loan on the Premises securing an estimated unpaid principal balance of \$125,750.78, in favor of Mortgage Electronic Registration Systems, Inc. (MERS) is a separate corporation that is acting solely as a nominee for Sound Mortgage, Inc. The beneficial interest under said Trust Deed was assigned by instrument to Bank of America, N.A., successor by merger to BAC Home Loans Servicing, LP/FA Countrywide Home Loans Servicing, LP, recorded on June 13, 2012, in the Records of Klamath County, Oregon, as Document No. 2012-006449, which lien and the underlying debt shall be terminated upon such refinancing.

The First Party and the Second Party agree that the principal amount of such refinancing shall not exceed \$125,681.00, with interest thereon at a rate not exceeding 4.875% per annum, and a maturity date of 360 Months or 30 Years, and shall be secured by a certain

(State nature of lien to be given, whether mortgage, trust deed, contract, or otherwise)

(herein called the "Second Party Lien") on the Premises, recorded on \_\_\_\_\_, in the Records of Klamath County, Oregon, as Document No. RECORDED CONCURRENTLY HEREWITH

*52am*

To induce the Second Party to make the loan last mentioned, the First Party has agreed and consented to subordinate First Party's Lien to the Second Party's Lien.

NOW, THEREFORE, for value received, and for the purpose of inducing the Second Party to make the loan aforesaid the First Party hereby agrees that the First Party's Lien is and shall be expressly subordinate and junior to the Second Party's Lien.

It is expressly understood and agreed that nothing herein contained shall be construed to change, alter or impair the First Party's Lien, except as herein above expressly set forth.

In construing this Agreement, and where the context so requires, the singular includes the plural, and all grammatical changes shall be made so that this agreement shall apply equally to corporations and to individuals.

IN WITNESS WHEREOF, the undersigned have executed this Agreement. If the undersigned is a corporation, it has caused its name to be signed and its seal, if any, affixed by an officer or other person duly authorized to do so by order of its board of directors.

OREGON AFFORDABLE HOUSING ASSISTANCE CORPORATION

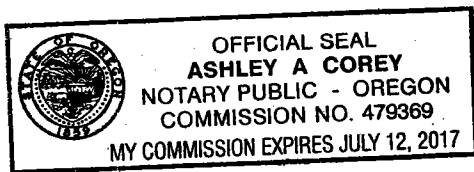
Betty Merrill  
BETTY MERRILL, AUTHORIZED SIGNER

STATE OF OREGON

COUNTY OF Marion

This instrument was acknowledged before me this 26 day of December 20 13, by BETTY MERRILL, AS TREASURER of OREGON AFFORDABLE HOUSING ASSISTANCE CORPORATION.

Ashley A. Corey  
Notary Public - State of Oregon



Loan Number: MPAU00054-0043

Property Address: 2378 BLUE POOL WAY, CHILOQUIN, OREGON 97624

**EXHIBIT "A"**  
**LEGAL DESCRIPTION**

**Lot 1, Block 2, Tract NO. 1065, Irish Bend, according to the official plat thereof on file in the office of the county clerk of Klamath County, Oregon, together with an undivided 1/90th interest in and to Lot 12, Block 4, Tract 1065, Irish Bend**