

2014-003533
Klamath County, Oregon
04/17/2014 09:52:32 AM
Fee: \$52.00

After Recording Return To:

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

Space above this line used for recorders use

SUBORDINATION AGREEMENT

THIS SUBORDINATION AGREEMENT ("Agreement") is made and entered into this 20th day of February 2014, 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 Suburban Mortgage Company of New Mexico DBA. Intercap Lending, with an address of 26880 Aiso Viejo Parkway Suite 100, Aiso Viejo, CA 92656 hereinafter called the "Second Party",

WITNESSETH:

On or about May 29, 2012, Karen L. Schmid and Janene L. Lee, 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 (herein called the "First Party Lien") on the Premises, to secure the sum of \$10,000.00, which lien was recorded on June 25, 2012, in the Records of Klamath County, Oregon as Document No. 2012-006945.

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 \$252,544.12, in favor of Mortgage Electronic Registration Systems, Inc., as nominee for BCK Capital Inc., recorded on August 24, 2007, in the Records of Klamath County, Oregon, as Document No. 2007-015052 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 \$259,200.00, with interest thereon at a rate not exceeding 4.750% 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. _____.

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


Caleb Yant, Authorized Agent

STATE OF OREGON

COUNTY OF Marion

This instrument was acknowledged before me this 21 day of February 2014, by CALEB YANT, AUTHORIZED AGENT of OREGON AFFORDABLE HOUSING ASSISTANCE CORPORATION.

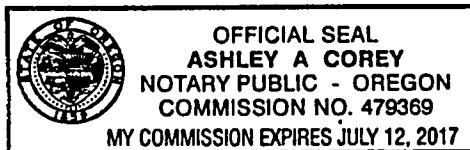

Notary Public – State of Oregon

Exhibit A

THE LAND REFERRED TO HEREIN BELOW IS SITUATED IN THE COUNTY OF KLAMATH, STATE OF Oregon, AND IS DESCRIBED AS FOLLOWS:

LOTS 71 AND 72, MOYINA, ACCORDING TO THE OFFICIAL PLAT THEREOF ON FILE IN THE OFFICE OF THE CLERK OF KLAMATH COUNTY, OREGON.

Parcel ID: R452860

Commonly known as 1310 McClellan Drive, Klamath Falls, OR 97603
However, by showing this address no additional coverage is provided