



2014-008914
Klamath County, Oregon
08/27/2014 02:25:37 PM
Fee: \$57.00

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 18th day of August 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 Umpqua Bank, with an address of 540 Main Street 2nd Floor, Klamath Falls, OR 97601 hereinafter called the "Second Party".

WITNESSETH:

On or about June 29, 2012, Pegeen Fitzpatrick, 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 \$30,000.00, which lien was recorded on July 11, 2012, in the Records of Klamath County, Oregon as Document No. 2012-007583.

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 \$176,111.90, in favor of Washington Mutual Bank, FA, a federal savings bank recorded on August 25, 2005, in the Records of Klamath County, Oregon, as Document No. M05-62808 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 \$176,000.00, with interest thereon at a rate not exceeding 3.500% per annum, and a maturity date of 15 Years or 180 Months, 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 concurrently herewith with and no reference to the recording numbers as this document will be recorded prior to the new trust deed, 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

Betty Merrill
BETTY MERRILL, AUTHORIZED SIGNER

STATE OF OREGON

COUNTY OF Marion

This instrument was acknowledged before me this 15th day of August, 2014, by BETTY MERRILL, AS AUTHORIZED SIGNER of OREGON AFFORDABLE HOUSING ASSISTANCE CORPORATION.

Craig E. Tillotson
Notary Public - State of Oregon



Loan Number: MPAU01103-0728

Property Address: 33540 S CHILOQULIN RD, CHILOQUIN, OREGON 97624

EXHIBIT "A"
LEGAL DESCRIPTION

That portion of Government Lots 1 and 6 in Section 19, Township 35 South, Range 7 East, of the Willamette Meridian, Klamath County, Oregon, lying Northerly of State Highway No. 422 (Chiloquin - Williamson River Highway)

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