

BOOK 176 PAGE 249

AFTER RECORDING MAIL TO:
MR. JACOBSON AND MR. KENNEDY
Jim Harns
1320 W. 2nd St
The Daus Co.
97058

Auditor
GARY E. OLSON

GARY E. OLSON

[illegible]

Reference Number(s):
Grantor(s): JAMES H
Grantee(s):

5cr NOTICE: THIS SUBORDINATION AGREEMENT RESULTS IN YOUR SECURITY INTEREST IN THE PROPERTY BECOMING SUBJECT TO AND OF LOWER PRIORITY THAN THE LIEN OF SOME OTHER OR LATER SECURITY INSTRUMENT.

referred to herein as "subordinator", is the owner and holder of a mortgage dated February 23, 1998, which is recorded in volume 173 of Mortgages, page 974 under auditor's file No. 120698, records of SKAMANIA County.

2. Southern Pacific Funding Corporation
referred to herein as "lender," is the owner and holder of a mortgage dated April 20, 1949
executed by Russell Kennedy unmarried single male
which is recorded in volume 136 of Mortgages, page 241, under
auditor's file No. 131343 records of SKAMANIA County (which is to
be recorded concurrently herewith).

referred to herein as "owner", is the owner of all the real property described in the mortgage identified above in Paragraph 2.

4. In consideration of benefits to "subordinator" from "owner", receipt and sufficiency of which is hereby acknowledged, and to induce "lender" to advance funds under its mortgage and all agreements in connection therewith, the "subordinator" does hereby unconditionally subordinate the lien of his mortgage identified in Paragraph 1 above to the lien of "lender's" mortgage, identified in Paragraph 2 above, and all advances or charges made or accruing thereunder, including any extension or renewal thereof.

5. "Subordinator" acknowledges that, prior to the execution hereof, he has had the opportunity to examine the terms of "lender's" mortgage, note and agreements relating thereto, consents to and approves same, and recognizes that "lender" has no obligation to "subordinator" to advance any funds under its mortgage or see to the application of "lender's" mortgage funds, and any application or use of such funds for purposes other than those provided for in such mortgage, note or agreements shall not defeat the subordination herein made in whole or in part.

6. It is understood by the parties hereto that "lender" would not make the loan secured by the mortgage in Paragraph 2 without this agreement.

7. This agreement shall be the whole and only agreement between the parties hereto with regard to the subordination of the lien or charge of the mortgage first above mentioned to the lien or charge of the mortgage in favor of "lender" above referred to and shall supersede and cancel any prior agreements as to such, or any, subordination including, but not limited to, those provisions, if any, contained in the mortgage first above mentioned, which provide for the subordination of the lien or charge thereof to a mortgage or mortgages to be thereafter executed.

8. The heirs, administrators, assigns and successors in interest of the "subordinator" shall be bound by this agreement. Where the word "mortgage" appears herein it shall be considered as "deed of trust", and gender and number of pronouns considered to conform to undersigned.

Executed this 20 day of April, 1998

NOTICE: THIS SUBORDINATION CONTAINS A PROVISION WHICH ALLOWS THE PERSON OBLIGATED ON YOUR REAL PROPERTY SECURITY TO OBTAIN A LOAN A PORTION OF WHICH MAY BE EXPENDED FOR OTHER PURPOSES THAN IMPROVEMENT OF THE LAND. IT IS RECOMMENDED THAT, PRIOR TO THE EXECUTION OF THIS SUBORDINATION AGREEMENT, THE PARTIES CONSULT THEIR ATTORNEYS WITH RESPECT THERETO.

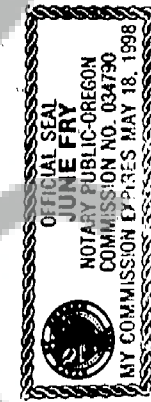
James Harris
JAMES HARRIS
Debra M. McGraw
DEBRA MCGRAW
Russell Kennedy
RUSSELL KENNEDY

STATE OF OREGON } SS:
County of WASCO }

I certify that I know or have satisfactory evidence that JAMES HARRIS
is the person who appeared before me, and said person acknowledged that he
signed this instrument and acknowledge it to be his free and voluntary act for the uses and purposes
mentioned in this instrument.

Dated: April 1998

June Fry



Notary Public in and for the State of OREGON
Residing at The Dalles, OR
My appointment expires: 5-18-98

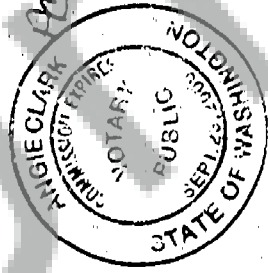
STATE OF WASHINGTON, } ss.
County of Klickitat }

On this day personally appeared before me Russell Kennedy & Teresa McGraw
to me known

On this day personally appeared before me Russell Kennedy & Teresa McGraw
to me known

to be the individual(s) described in and who executed the within and foregoing instrument, and acknowledged that signed the same as their free and voluntary act and deed, for the uses and purposes therein mentioned to me known

GIVEN under my hand and official seal this 27 day of April 1998



Angelle Angie Clark
Niece, Public Interest for the State of Washington,
retained at White Salmon
My appointment expires 09-23-00

судья и журналист

STATE OF WASHINGTON. } ss
County of _____

ACKNOWLEDGMENT - Corporate

On this _____ day of _____, 19____, before me, the undersigned a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared _____

_____ and _____
President and Secretary, respectively, of _____
to me known to be the _____

_____ the corporation that executed the foregoing instrument, and acknowledged the said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated that _____ authorized to execute the said instrument and that the seal affixed (if any) is the corporate seal of said corporation

Witness my hand and official seal hereto affixed the day and year first above written.

Notary Public in and for the State of Washington.
residing at

WA-46A (11/96)

This jurat is page 3 of 3 and is attached to Subordination dated 4-25-98