

WITNESSETH: Grantor irrevocably GRANTS, BARGAINS, SELLS, and CONVEYS, to TRUSTEE IN TRUST, WITH POWER OF SALE, the property in Klamath Lot 54 and 55, Block 14 St. Francis Park Addition, Klamath County, Oregon :04-1 (4) To conside with sole links, ordinate set requiringly, or or an analysis of the first sole of th (9), OLA PERCENTRAL A PARTY AND AN ADDRESS OF A PARTY AND ADDRESS OF ADDRESS The Market of All and the set of the set (a) An and a second transfer and a march for an and the second second [active] and a set of the set (m. 20.4) So it So thanks to the entropy start from a set by a set of the The summary in a series of the second second

TRUST DEED

and United States National Bank of Oregon, Town & Country Branch as Benericiany.

Alva Carl Douglas and Marie G. Douglas, Husband /and Wife

71-137EB 16 3 64 Fit 1971 49005

Transamerica Title Insurance Co:

VA Form 26-6335 c (Home Loan) July 1964. Use Optional. Section 1810, Title 88, U.S.C. Acceptable to Federal National Mortgages

which said described real property does not exceed three acres, together with all and singular the tenements, hereditaments and appurtenances and all other rights thereunto belonging or in anywise now or hereafter appertaining, and the rents, issues and profits thereof, SUBJECT, HOWEVER, to the right, power, and authority hereinafter given to and conferred upon Beneficiary to collect and apply such rents, issues, and profits; and all fixtures now or hereafter attached to or used in connection with said real estate, and in addition thereto the following described household appliances, which are, and shall be deemed to be, fixtures and a part of the realty, and are a portion of the security for the indebtedness herein mentioned:

, and a matrix of the set of the 4. The number official control and control of the state of the stat

The transforment of the formula of the barrance of the barrance of the barrance of the matrix of the parameter of the formation of the format

 $\sim 5^{-0} \sigma_{\rm A} = (1,1,1,1,1,1) + (1,1,1) + (1,1,1,1) + (1,1,1) + (1,1,1) + (1,1,1) + (1,1,1) + (1,1,1) + (1,1,$ We want the sub-protocol of discriming Peneturia with each state of a i the music

1993

VOL 1/ PAGE 0REGON

as TRUSTEE,

day of February 19.71, between

is periodi (a), ang si si a



1392

FOR THE PURPOSE OF SECURING PERFORMANCE of each agreement of Grantor herein contained and payment of the sum of

Eleven Thousand Five Hundred and no/100ths * Bollars (0 11,500.00), with interest thereon according to the terms of a promissory note of even date herewith, payable to Beneficiary or order and made by Grantor, Alva Carl Douglas and Marie G. Douglas

the final payment of principal and interest thereof, if not sooner paid, to be due and payable on the first day of March 2007

1. Frivilege is reserved to prepay at any time, without premium or fee, the entire indebiedness or any part thereof flot less than the amount of one installment, or one hundred dollars (\$100), whichever is less.

2. Grantor agrees to pay to Beneficiary as trustee (under the terms of this trust as hereinafter stated) in addition to the monthly payments of principal and interest payable under the terms of said note; on the first day of each month until said note is fully paid, the following sums:

- (a) An installment of the ground rents, if any, and of the taxes and special assessments levied or to be levied against the premises covered by this Trust Deed; and an installment of the premium or premiums that will become due and payable to renew the insurance on the premises covered hereby against loss by fire or such other hazard as may be required by Beneficiary in amounts and in a company or companies aslisfactory to the Beneficiary; Grantor agreeing to deliver promptly to Beneficiary all bills and notices therefor. Such installments shall be equal respectively to one-twelfth (Ma) of the annual ground rent, if any, plus the estimated premium or premiums for such insurance, and taxes and assessments next due (as estimated by Beneficiary, and of which Grantor is notified) less all installments already pid therefor, divided by the number of months that are to elapse before one month prior to the date when such premium or premiums and taxes and assessments will become deliquent. Beneficiary shall hold such monthly payments in trust to pay such ground rents, premium or premiums, and taxes and therefore (a) and those payable on the note secured hereby, shall be paid in a single payment each month, to be applied to the following items in the order stated:
 (1) proved rents taxes ancient as each month, to be applied to the following items in the order stated:
- (1) ground rents, taxes, special assessments, fire and other hazard insurance premiums;
 (II) interest on the note secured hereby;

 \sim \sim

1

ru

(III) amortization of the principal of said note.

(III) amortization of the principal of said note. Any deficiency in the amount of any such aggregate monthly payment shall, unless paid prior to the due date of the next such payment, constitute an event of default under this Trust Deed.
by Beneficiary as trustee for ground rents, taxes or assessments, or insurance premiums, as the case may be, such excess may be precedences are on a subsequent payments actually made by Beneficiary as trustee of or ground rents, taxes or assessments, or insurance premiums, as the case may be, such excess may be released, applied on any indebtedness secured hereby, or be credited by Beneficiary as trustee on subsequent payments to be made by Grantor for such items. If, however, such monthly payments shall not be sufficient to pay such items when the same shall become due and payable, then Grantor shall pay to Beneficiary as trustee any amount necessary to make up the deficiency within thirty (30) days after written notice from the Beneficiary as trustee any amount of the indebtedness, credit to the account of Grantor any credit balance remaining under the provisions of (a) of paragraph 2 hereof. If there shall be a default under any of the provisions hereof, or if the Beneficiary as trustee shall, in accordance with the provisions hereof, or if the Beneficiary acquires the property otherwise after default, Beneficiary as trustee shall apply, at the time of the commencement of such proceedings, or at the time the property is otherwise acquired, the amount the meaning to credit of Grantor under (a) of paragraph 2 preceding as a credit on the interest accrued and unpaid and the balance to the principal then remaining under the provisions of an or principal then remaining under the provisions of a) of paragraph 2 hereof. If there shall be a default under any of the provisions hereof, or if the Beneficiary as a credit on the interest accrued and unpaid and the balance to the principal then remaining unpaid on said note. on said note.

4. At Beneficiary's option, Grantor will pay a "late charge" not exceeding four per centum (4%) of any installment when paid more than fifteen (15) days after the due date thereof to cover the extra expense involved in handling delinquent payments, but such "late charge" shall not be payable out of the proceeds of any sale made to satisfy the indebtedness secured hereby, unless such proceeds are sufficient to discharge the entire indebtedness and all proper costs and expenses secured hereby.

33002

To Protect the Security of This Trust Deed, Grantor Agrees:

To Protect the Security of This Trust Deed, Grantor Agrees:
5. To protect, preserve and maintain said property in good condition and repair; not to remove or demolish any building or improvement thereon; not to commit or permit any waste of said property.
6. To complete or restore promptly and in good and work-manilke manner any building or improvement which may be constructed, damaged, or destroyed thereon, and pay when due all costs incurred therefor, and, if the loan secured hereby or any part thereof is being obtained for the purpose of financing construction of improvements on said property, Grantor further agrees:

(a) to commence construction promptly and to pursue same with reasonable diligence to completion in accordance with plans and specifications satisfactory to Beneficiary, and

(b) to allow Beneficiary to inspect said property at all times during construction. The Trustee, upon presentation to it of an affidavit signed by Beneficiary, setting forth facts showing a default by Grantor under this numbered paragraph, is authorized to accept as true and conclusive all facts and statements therein, and to act thereon hereunder.

To comply with all laws, ordinances, regulations, cove-nants, conditions and restrictions affecting said property.

ants, conditions and restrictions affecting said property.
8. To provide and maintain hazard insurance, of such type or types and amounts as Beneficiary may from time to time require, on the improvements now or hereafter on said premises, and except when payment for all such premiums has here-tofore been made under (a) of paragraph 2 hereof, to pay promptly when due any premiums therefor; and to deliver all policies with loss payable to Beneficiary upon and collever all policies with loss payable to Beneficiary upon any indebtedness secured hereby and in such order as Beneficiary may determine, or at option of Beneficiary upon any indebtedness secured hereby and in such order as Beneficiary may determine, or at option of Beneficiary, the entire amount so collected, or any part thereof, may be released to Grantor. Such application or release shall not, cure or waive any default or notice of default hereunder or invaldate any act done pursuant to such notice.
9. To keep said premises free from mechanics" liens and to

or invalidate any act done pursuant to such notice. 9. To keep said premises free from mechanics' liens and to pay all taxes, assessments and other charges that may be levied or assessed upon or against said property before any part of such taxes, assessments and other charges become past due or delinquent and promptly deliver receipts therefor to Beneficiary; should the Grantor fail to make payment of any taxes, assessments, insurance premiums, liens or other charges payable by Grantor, either by direct payment or by providing Beneficiary may, at its option, make payment thereof, and the amount so paid, with interest at the rate set forth in the note secured hereby, together with the obligations described in para-graphs 10 and 11 of this Trust Deed, shall be added to and be-come a part of the debt secured by this Trust Deed, without waiver of any rights arising from brench of any of the cove-mants hereof and for such payments, with interest as a fore-said, the property hereinbefore described, as well as the Gran-

tor, shall be bound to the same extent that they are bound for the payment of the obligation herein described, and all such payments shall be immediately due and payable without notice, and the nonpayment thereof shall, at the option of the Bene-ficiary, render all sums secured by this Trust Deed immedi-ately due and payable and constitute a breach of this Trust Deed.

10. To pay all costs, fees and expenses of this trust, includ-ing the cost of title search as well as the other costs and ex-penses of the Trustee incurred in connection with or in enforcing this obligation, and trustees and attorney's fees actually incurred.

11. To appear in and defend any action or proceeding pur-porting to affect the security hereof or the rights or powers of Beneficiary, or Trustee; and to pay all costs and expenses, including cost of evidence of title and attorney's fees in a reasonable sum to be fixed by the Court, in any such action or proceeding in which Beneficiary or Trustee may appear, and in any suit brought by Beneficiary to foreclose this Trust Deed.

In any suit brought by Benenciary to foreclose this Trust Deed. 12. To pay at least ten (10) days before delinquency all assessments upon water company stock, and all rents, assess-ments and charges for water, appurtenant to or used in con-nection with said property; to pay, when due, all encum-brances, charges and liens with interest, on said property or any part thereof, which at any time appear to be prior or superior hercto; to pay all reasonable costs, fees, and expenses of this Trust.

of this Trust. 13. Should Grantor fail to make any payment or to do any act as herein provided, then Beneficiary or Trustee, but with-out obligation so to do and without notice to or demand upon Grantor and without releasing Grantor from any obligation hereof, may: Make or do tha same in such mainner and to such extent as either may deem necessary to protect the security hereof, Beneficiary or Trustee being authorized to enter upon the property for such purposes; commence, appear in and de-fend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee; pay, purchase, contest, or compromise any encumbrance, charge or lien which reasonably appears to bel prior or superior hereto; and in excressing any such powers, incur any liability, expend whatever amounts are reasonably necessary therefor, includ-ing cost of evidence of title, and reasonable counsel fees. 14. To pay within thirty (80) days after demand all sums

14. To pay within thirty (80) days after demand all sums properly expended hereunder by Beneficiary or Trustee, with interest from date of expenditure at the rate provided for in the principal indebtedness, and the repayment thereof shall because basely be secured hereby.

15. Grantor agrees to do all acts and make all payments 10. Grantor agrees to do an acts and make an payments required of Grantor and of the owner of the property to make said note and this Trust Deed eligible for guaranty or insur-ance under the provisions of Chapter 37, Title 38, United States Code, and agrees not to do, or cause or suffer to be done, any act which will void such guaranty or insurance during the existence of this Trust Deed. 51

1391

X. T. 1.21

APA INT

化空气

12

2.0

Section!

A. A.

N.C.

IT IS MUTUALLY AGREED THAT:

It is MUTUALLY AGREED THAT:
16. Should the property or any part thereof be taken or damaged by reason of any public improvement or condemnation proceeding, or damaged by fre, or earthquake, or in any other manner, Beneficiary shall be entitled to all compensation, awards, and other payments or relief therefor, and shall be entitled at its option to commence, appear in and prosecute nor damage. All such compensation, awards, damages, rights of draged. The proceeds is option, either to the received by it, at its option, either to the reservation of the damaged premises or to the reduction of the indebtedness. Grantor agrees to execute such further assignments of any proceeds as Beneficiary for the alteration, modernization, improvement, maintenance, or repair of said properties of states or assessments against the same and for modernization, improvement, maintenance, or repair of said properties above. Said supplemental note or notes for the shall be secured hereby on a parity with and as fully as if the advance evidenced thereby were included in the note first described above. Said supplements and there sums and for a subs advance with exceed when the entities of the reservates and for any negative for such areas of the advance evidenced thereby were included in the note first described above. Said supplemental note or notes shall be avance evidenced thereby on a parity with and as fully as if the advance evidenced thereby were included in the note first described above. Said supplements are the rate provided for in the principal indebtedness.
19. That the maturity extend beyond the ultimate to su

force and effect during any postponement or extension of the time of payment of the indebtedness or any part thereof secured hereby.
20. Should proceedings be instituted to register title of said property under any Land Title Law, Grantor will pay upon demand all sums expended by Trustee or Beneficiary, including reasonable attorney's fees, and forthwith deliver to Beneficiary all evidence of title.
21. At any time and from time to time upon written request of Beneficiary, payment of its fees and presentation of this Trust Deed and the note for endorsement (in case of full reconveyance, for cancellation and retention), without affecting the liability of any person for the payment of the indebtedness. Trustee may (e) consent to the making of any map or plat of said property: (b) join in granting any easement or creating any restriction thereon; (o) join in any subordination or other agreement affecting this Trust Deed or the lien or charge thereof; (d) reconvey, without warranty, all or any part of the recitals therein of any matters or facts shall be conclusive proof of the truthfulness thereof. Trustee's fees for any of the services mentioned in this paragraph shall be \$5.
22. As additional security, Grantor hereby assigns to Beneficiary during the continuance of any affected by this Deed and of any personal property located thereon. Until Grantor shall default in the payment of any midebtedness and profits earned prior to default as they become due and payable, save and excepting rents, issues, royalties, and profits or collect all such rents, issues, royalties, and profits earned prior to discontinuance of any agreement hereunder frantor shall have the right, with or without taking posses of said property. If Grantor shall default is a aforesaid for such moneys shall not in any manner affect the subsequent enformed of the property affected hereby, to collect any such moneys shall not in any manner affect any shall be, the property affected hereby, to collect any such moneys shall not

subordination of the lien or charge of this Trust Deed to any such tenancy, lease or option. 23. Upon any default by Grantor hereunder, Beneficiary may at any time without notice, either in person, by agent, or by a receiver to be appointed by a Court, and without regard to the adequacy of any security for the indebtedness hereby secured, enter upon and take possession of said property or any part thereof, in its own name, sue for or otherwise collect said rents, issues, and profits, including those past due and unpaid, and apply the same, less costs and expenses of oper-ation and collection, including reasonable attorney's fees, upon the indebtedness secured hereby, and in such order as Beneficiary may determine. 24. The entering upon and taking possession of said prop-erty, the collection of such rents, issues, and profits or the pro-ceeds of fire and other insurance policies, or compensation or awards for any taking or damage to the property, and the application or release thereof as aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

25. Upon default by Grantor in payment of any indebted-ness secured hereby or in performance of any agreement here-

lid. <u>All Lock-Construction in the second of the second of</u>

1393

1. 1. 1. 1. 1. 1

under, Beneficiary may delare all sums secured hereby immediately due and payable by delivery to Trustee of written notice of default and election to sell the trust property, which notice Trustee shall cause to be duly filed for record. If Beneficiary desires said property to be sold, it shall deposit with Trustee this Trust Deed and all promissory notes and documents evidencing expenditures secured hereby, whereupon the Trustee of the Trustee for the Trustee secured hereby, whereupon the Trustee for the Trustee's saie, the Grantor or other persons or privileged by ORS 86.760 pays the entire amount then due under the terms of this Trust Deed and the obligation secured then be due had no default occurred, the Grantor or other persons of privileged by ORS 86.760 pays the entire amount then due under the terms of the Trustee's saie, the grantor or other persons of the other persons or privileged by ORS 86.760 pays the entire amount then due there the terms of the obligation, including Trustee's and then be due had no default occurred, the Grantor or other persons of Beneficiary's costs and expenses incurred up to said time in alforcing the terms of the obligation, including Trustee's and atterney's fees not exceeding \$50 if actually incurred.
27. After the lapse of such time as may then be required by haw following the recordation of said notice of default and the file. Trustee shall delive to the hurchaser its deed in form as required by law conveying the property so sold, but without any covenant or warranty, express or implied. The recitais in this Trust Deed and methers or facts shall be conclusive proof of the truthfulness thereof. Any person, excluding the records and matters or facts shall be conclusive, provide the sale.
28. When Trustee shall apply the proceets of sale to payment for all expressions and process field in such order as in hawful money of the United States, payable at the time form as required by law conveying the property so sold, but without any covenant or warnanty, expre

may appear in order of their priority; and (4) the surplus, if any, to the Grantor or to his successor in interest entitled to such surplus.
29. For any reason permitted by law Beneficiary may from time to time appoint a successor or successors to any Trustee named herein or to any successor Trustee appointed here-under. Upon such appointment, and without conveyance to the successor Trustee, the latter shall be vested with all title, powers and duties conferred upon any Trustee herein named or appointed here-under. Each such appointment and substitution shall be made by written instrument executed by Beneficiary, containing reference to this Trust Deed and its place of record, which, when recorded in the office of the County Clerk or Recorder of the county or counties in which the property is situated, shall be conclusive proof of proper appointment of the Successor Trustee.
30. (a) The waiver by Trustee or Beneficiary of any default of Grantor under this Trust Deed shall not be or be deemed to be a waiver of any other or similar defaults subsequently occurring.
(b) The pleading of any statute of limitations as a defense to any and all obligations secured by this Trust Deed is hereby waived, to the full texten permissible by law.
31. (a) In addition to any of the powers or remedies conferred upon the Trustee and the Beneficiary jonity, or either of them under this instrument, and Beneficiary jonity, or either, may bring an action in the proper court for the fore-closure of this instrument as a mortgage, upon default, and upon proper proof obtain all the remedies in such action that are given by any statute or other law of the State of Oregon.
(b) No power or remedy herein conferred is exclusive of, or shall prejudice any other power or remedies or suck action that are given by any statute or other law of the State of Oregon.

(b) No power or remedy herein conferred is exclusive of,
 (c) No power or remedy herein conferred is exclusive of, or shall prejudice any other power or remedy of Trustee or Beneficiary.
 (c) The exercise of any power or remedy on one or more occasions shall not exclude the future exercise thereof from time to time upon the conditions prescribed herein or by operation of law.

32. If a final decree in favor of plaintiff is entered in a suit brought to forcelose this Trust Deed, it may include a reasonable attorney fee as provided in the note secured hereby, but not in excess of the amount actually paid or unconditionally incurred by the proper plaintiffs.
33. This Trust Deed shall inure to and bind the heirs, legatees, devisees, administrators, executors, successors, and assigns of the parties hereto. All obligations of the Grantor hereunder are joint and several. The term "Beneficiary" shall mean the owner and holder, including pledgees of the indebtedness secured hereby, whether or not named as Beneficiary herein, and whether by operation of law or otherwise. Whenever used, the singular, and the use of any gender shall include all genders.

plural the singular, and the use of any gender shall include all genders.
34. Trustee accepts this Trust when this Trust Deed, duly executed and acknowledged, is made a public record as provided by law. Trustee is not obligated to notify any party hereto of pending sale under any other Trust Deed or of any action or proceeding in which Grantor, Beneficiary or Trustee shall be a party, unless brought by Trustee.
35. If the indebtedness secured hereby be guaranteed or insured under Title 38, United States Code, such Title and Regulations issued thereunder and in effect on the date hereof shall govern the rights, duties and liabilities of the parties hereto, and any provisions of this or other instruments executed in connection with said indebtedness which are inconsistent with said Title and Regulations are hereby amended to conform thereto.
36. This Trust Deed shall be construed according to the laws of the State of Oregon.

1394

4 4.2 ST.





ŝ