

TRUST DEED

THIS TRUST DEED, made this 25th day of October, 1911, between

_____ as grantor, William Ganong, Jr., as trustee, and
FIRST FEDERAL SAVINGS AND LOAN ASSOCIATION of Klamath Falls, Oregon, a corporation organized and
existing under the laws of the United States, as beneficiary;

WITNESSETH:

The grantor irrevocably grants, bargains, sells and conveys to the trustee, in trust, with power of sale, the property in Klamath County, Oregon, described as:

Lot 2 in Block 7 SECOND ADDITION TO WINEMA GARDENS,
Klamath County, Oregon.

which said described real property does not exceed three acres, together with all and singular the appurtenances, tenements, hereditaments, appurtenances, issues, profits, water rights and other rights, easements or privileges now or hereafter belonging to, derived from or in anywise appurtenant to the above described premises, and all plumbing, lighting, heating, ventilating, air-conditioning, refrigerating, watering and irrigation apparatus, equipment and fixtures, together with all awnings, venetian blinds, floor covering in place such as wall-to-wall carpeting and linoleum, shades and built-in ranges, dishwashers and other built-in appliances now or hereafter installed in or used in connection with the above described premises, including all interest therein which the grantor has or may hereafter acquire, for the purpose of securing performance of

Nineteen thousand nine hundred &

each agreement of the grantor herein contained and the payment of the sum of Nineteen thousand nine hundred & No/100--
 (\$19,900.00) Dollars, with interest thereon according to the terms of a promissory note of even date herewith payable to the
 beneficiary or order and made by the grantor, principal and interest being payable in monthly installments of \$ 140.65 commencing
November 15, 1972

This trust deed shall further secure the payment of such additional money, if any, as may be loaned hereafter by the beneficiary to the grantor or others, and any interest in the above described property, as may be evidenced by note or notes. If the indebtedness secured by this trust deed is evidenced by more than one note, the beneficiary may credit payments received by it upon any of said notes or part of any payment on one note and part on another, as the beneficiary may elect.

The grantor hereby covenants to and with the trustee and the beneficiary herein that the said premises and property conveyed by this trust deed are free and clear of all encumbrances and that the grantor will and his heirs, executors and administrators shall warrant and defend his said title thereto against the claims of all persons whomsoever.

[illegible]

and in order to provide regularly for the prompt payment of said taxes, assessments or other duties and insurance premiums, the grantor agrees to pay to the beneficiary, together with and in addition to the monthly payments herein provided, principal and interest payable under the terms of the mortgage herein secured hereby, an amount equal to one-twelfth (1/12)th of the taxes, assessments and other charges due and payable with respect to said property within each succeeding twelve months; and also one-thirty-sixth (1/36)th of the insurance premium payable with respect to said property within each succeeding three years while payable with respect to said property until annulled and directed by the beneficiary, this trust deed remaining in full force and effect until such time as the sum so agreed to be paid shall have been accumulated to the extent required for the several purposes thereof and shall thereupon be charged to and paid out of the loan; or, at the option of the beneficiary, the same may be paid shall be held by the beneficiary in trust as a reserve account, without interest, to pay said taxes, assessments or other charges when they shall become due and payable.

[illegible]

default, any balance remaining in the reserve account shall be credited to the indebtedness. If the reserve account for taxes, assessments, insurance premiums and other charges is not sufficient at any time for the payment of such charges and they become due, the grantor shall pay the deficit to the beneficiary upon demand, and if not paid within ten days after such demand, the beneficiary may at its option add the amount of such deficit to the principal of the obligation secured hereby.

Should the grantor fail to keep any of the foregoing covenants, then the beneficiary may, at its option, carry out the same, and all its expenditures therefor shall draw interest at the rate specified in the note, shall be repayable by the grantor on demand and shall be secured by the lien of this trust. In this connection, the beneficiary shall have the right in its discretion to complete any improvements made on said premises and also to make such repairs to said property as in its sole discretion it may deem necessary or advisable.

The grantor further agrees to comply with all laws, ordinances, regulations, covenants, conditions and restrictions affecting said property and to pay all costs from the settlement of this trust, including the cost of title search, as well as all the other costs and expenses of the trustee incurred in connection with enforcing this obligation, and trustee's and attorney's fees actually incurred in appearing in and defending the title to the property, and in any suit brought by the beneficiary to enforce the powers of the beneficiary or trustee; and to pay a reasonable sum to be fixed by the court, in and out of the trust, for the trustee's costs and expenses, including cost of evidence of title and attorney's fees in and out of the trust, in any suit brought by the beneficiary to enforce the powers of the beneficiary or trustee; and in any suit brought by the beneficiary to foreclose this deed, and all said sums shall be secured by this trust deed.

The beneficiary will furnish to the grantor on written request therefor :
annual statement of account but shall not be obligated or required to furnish
any further statements of account.

It is mutually agreed that

[illegible]

2. At any time and from time to time upon written request of the beneficiary, payment of his fees and presentation of this deed and the note for delivery, payment of his full recovery, for cancellation, without affecting the liability of any person for the payment of the indebtedness, the trustee may consent to the making of any map or plan of said property; (c) join in grant any easement or agreement affecting this deed or the lien or charge hereof; (d) reconvey without warranty, all or any part of the property. The grantor hereby agrees that any such action may be described as the action of the person or persons "acting thereto" and the recitals thereof. Trustee's fees for any of the services in this paragraph shall be \$5.00.

shall be \$5.00. As additional security, grantor hereby assigns to beneficiary during continuance of these trusts all rents, issues, royalties and profits of the property affected by this deed and of any personal property located thereon. Grantor shall default in the payment of any indebtedness of the beneficiary. Beneficiary shall have the right to the performance of any agreement, and all royalties and profits earned prior to default as income due and payable. Upon any default by the grantor hereunder, the beneficiary may at any time without notice either in person, by agent or by attorney, cause the indebtedness hereby secured, after upon and take possession of the property, or any part thereof, in its own name sue for or recover the rents, issues and profits, including costs of operation and collection, including legal attorney's fees, upon any indebtedness secured hereby, and in such event the beneficiary may determine.

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4. The entering upon and taking possession of said property, the collection of such rents, issues and profits or the proceeds of fire and other insurance policies or compensation or awards for any taking or damage of 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.

5. The grantor shall notify beneficiary in writing of any sale or contract for sale of the above described property and furnish beneficiary on a form supplied it with such personal information concerning the purchaser as would ordinarily be required of a new loan applicant and shall pay beneficiary a service charge.

6. Time is of the essence of this instrument and upon default by the grantor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, the beneficiary may declare all sums secured hereby immediately due and payable by delivery to the trustee of written notice of default and election to sell the trust property, which notice trustee shall cause to be duly filed for record. Upon delivery of said notice of default and election to sell, the beneficiary shall deposit with the trustee this trust deed and all promissory notes and documents evidencing expenditures secured hereby, whereupon the trustee shall fix the time and place of sale and give notice thereof as then required by law.

7. After default and any time prior to five days before the date set by the Trustee for the Trustee's sale, the grantor or other person so privileged may pay the entire amount then due under this trust deed and the obligations secured thereby (including costs and expenses actually incurred in enforcing the terms of the obligation and trustee's and attorney's fees not exceeding \$50.00 each) other than such portion of the principal as would not then be due had no default occurred and thereby cure the default.

8. After the lapse of such time as may then be required by law following the recording of said notice of default and giving of said notice of sale, the trustee shall sell said property at the time and place fixed by him in said notice of sale, either as a whole or in separate parcels, and in such order as he may determine, at public auction to the highest bidder for cash, in lawful money of the United States, payable at the time of sale. Trustee may postpone sale of all or any portion of said property by public announcement at such time and place of sale and from time to time thereafter may postpone the sale by public announcement at the time fixed by the preceding postponement. The trustee shall deliver to the purchaser his deed in form as required by law, conveying the property to sold, but without any covenant or warranty, express or implied. The recitals in the deed of any matters or facts shall be conclusive proof of the truthfulness thereof. Any person, excluding the trustee but including the grantor and the beneficiary, may purchase at the sale.

9. When the Trustee sells pursuant to the powers provided herein, the trustee shall apply the proceeds of the trustee's sale as follows: (1) To the expenses of the sale including the compensation of the trustee, and a reasonable charge by the attorney; (2) To the obligation secured by the trust deed; (3) To all persons having recorded liens subsequent to the interests of the trustee in the trust deed as their interests appear in the order of their priority; (4) The surplus, if any, to the grantor of the trust deed or to his successor in interest entitled to such surplus.

10. For any reason permitted by law, the beneficiary may from time to time appoint a successor or successors to any trustee named herein, or to any successor trustee appointed hereunder. 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 hereunder. Each such appointment and substitution shall be made by written instrument executed by the 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.

11. Trustee accepts this trust when this deed, duly executed and acknowledged is made a public record as provided by law. The trustee is not obligated to notify any party hereto of pending sale under any other deed of trust or of any action or proceeding in which the grantor, beneficiary or trustee shall be a party unless such action or proceeding is brought by the trustee.

12. This deed applies to, inures to the benefit of, and binds all parties hereto, their heirs, legatees devisees, administrators, executors, successors and assigns. The term "beneficiary" shall mean the holder and owner, including pledgee, of the note secured hereby, whether or not named as a beneficiary herein. In construing this deed and whenever the context so requires, the masculine gender includes the feminine and/or neuter, and the singular number includes the plural.

IN WITNESS WHEREOF, said grantor has hereunto set his hand and seal the day and year first above written.

William Robert Laverne, Jr. (SEAL)

Mary E. Laverne (SEAL)

STATE OF OREGON } ss.
County of Klamath

THIS IS TO CERTIFY that on this 25th day of October, 1972, before me, the undersigned, a Notary Public in and for said county and state, personally appeared the within named

WILLIAM ROBERT LAVERNE, JR. AND MARY E. LAVERNE, husband and wife

to me personally known to be the identical individuals named in and who executed the foregoing instrument and acknowledged to me that they executed the same freely and voluntarily for the uses and purposes therein expressed.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my notary seal the day and year last above written.

STATE OF OREGON
(SEAL)

Donald V. Brown
Notary Public for Oregon
My commission expires: 11-12-74

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| Loan No. | STATE OF OREGON } ss. County of Klamath |
| TRUST DEED | I certify that the within instrument was received for record on the 31st day of Oct., 1972, at 3:40 o'clock P.M., and recorded in book M72 on page 12591 Record of Mortgages of said County. |
| TO Grantor | Witness my hand and seal of County affixed: |
| FIRST FEDERAL SAVINGS & LOAN ASSOCIATION | WM. D. MILNE, County Clerk |
| Beneficiary | By Hazel Dwyer Deputy |
| After Recording Return To: FIRST FEDERAL SAVINGS 549 Main St. 2859 6404 Klamath Falls, Oregon | FEE \$4.00 |

REQUEST FOR FULL RECONVEYANCE

To be used only when obligations have been paid.

TO: William Ganong, Trustee

The undersigned is the legal owner and holder of all indebtedness secured by the foregoing trust deed. All sums secured by said trust deed have been fully paid and satisfied. You hereby are directed, on payment to you of any sums owing to you under the terms of said trust deed or pursuant to statute, to cancel all evidences of indebtedness secured by said trust deed (which are delivered to you herewith together with said trust deed) and to reconvey, without warranty, to the parties designated by the terms of said trust deed the estate now held by you under the same.

First Federal Savings and Loan Association, Beneficiary

DATED: _____, 19____

by _____