

THIS CONTRACT, Made this 15th day of January, 1976, between  
James H. Sudbury and Dorothy A. Sudbury, husband and wife,  
hereinafter called the seller,  
and Jerry A. Halversen and William Rossworn, as tenants in common,  
hereinafter called the buyer,

WITNESSETH: That in consideration of the mutual covenants and agreements herein contained, the  
seller agrees to sell unto the buyer and the buyer agrees to purchase from the seller all of the following de-  
scribed lands and premises situated in Klamath County, State of Oregon, to-wit:

Lot 2, Block 51, Buena Vista Addition, a/k/a 110 Nevada Street,  
Klamath Falls, Oregon 97601,

for the sum of - Eight Thousand Five Hundred and no/100 Dollars (\$8,500.00)  
(hereinafter called the purchase price), on account of which - One Thousand Six Hundred -  
Dollars (\$1,600.00) is paid on the execution hereof (the receipt of which is hereby acknowledged by the  
seller); the buyer agrees to pay the remainder of said purchase price (to-wit: \$6,900.00) to the order  
of the seller in monthly payments of not less than - One Hundred and no/100 -  
Dollars (\$100.00) each, including interest at the rate of nine per cent  
(9%) per annum  
payable on the 15th day of each month hereafter beginning with the month of February, 1976,  
and continuing until said purchase price is fully paid. All of said purchase price may be paid at any time;  
all deferred balances of said purchase price shall bear interest at the rate of 9 per cent per annum from  
date hereof until paid, interest to be paid monthly and \* (being included in  
the minimum monthly payments above required. Taxes on said premises for the current tax year shall be pro-  
rated between the parties hereto as of the date of this contract.

The buyer warrants to and covenants with the seller that the real property described in this contract is

(A) primarily for buyer's personal, family, household or agricultural purposes,  
(B) for an organization or for other purposes, as in the business of the seller.

The buyer shall be entitled to possession of said lands 30 days from closing, and may retain such possession so long as  
he is not in default under the terms of this contract. The buyer agrees that at all times he will keep the buildings on said premises, now or hereafter  
erected, in good condition and repair and will not suffer or permit any waste or strip thereof; that he will keep said premises free from mechanic's  
and all other liens and save the seller harmless therefrom and reimburse seller for all costs and attorney's fees incurred by him in defending against any  
such liens; that he will pay all taxes hereafter levied against said property, as well as all water rents, public charges and municipal liens which here-  
after lawfully may be imposed upon said premises, all promptly before the same or any part thereof become past due; that at buyer's expense, he will  
insure and keep insured all buildings now or hereafter erected on said premises against loss or damage by fire (with extended coverage) in an amount  
not less than \$9,500.00 in a company or companies satisfactory to the seller, with loss payable first to the seller and then to the buyer as

their respective interests may appear and all policies of insurance to be delivered to the seller as soon as insured. Now if the buyer shall fail to pay any  
such liens, costs, water rents, taxes, or charges or to procure and pay for such insurance, the seller may do so and any payment so made shall be added  
to and become a part of the debt secured by this contract and shall bear interest at the rate aforesaid, without waiver, however, of any right arising to  
the seller for buyer's breach of contract.

The seller agrees that at his expense and within 30 days from the date hereof, he will furnish unto buyer a title insurance policy in-  
suring (in an amount equal to said purchase price) marketable title in and to said premises in the seller on or subsequent to the date of this agreement,  
save and except the usual printed exceptions and the building and other restrictions and covenants now of record, if any. Seller also agrees that when  
said purchase price is fully paid and upon request and upon surrender of this agreement, he will deliver a good and sufficient deed conveying said  
premises in fee simple unto the buyer, his heirs and assigns, free and clear of encumbrances as of the date hereof and free and clear of all encumbrances  
since said date placed, permitted or arising by, through or under seller, excepting, however, the said covenants and restrictions and the taxes, municipal  
liens, water rents and public charges so assumed by the buyer and further excepting all liens and encumbrances created by the buyer or his assigns.

(Continued on reverse)

IMPORTANT NOTICE: Delete, by lining out, whichever phrase and whichever warranty (A) or (B) is not applicable. If warranty (A) is applicable and if the seller is  
a creditor, as such word is defined in the Truth-in-Lending Act and Regulation Z, the seller MUST comply with the Act and Regulation by making required disclosures;  
for this purpose, use Stevens-Mess Form No. 1306 or similar unless the contract will become a first lien to finance the purchase of a dwelling in which event use  
Stevens-Mess Form No. 1307 or similar.

James H. Sudbury and  
Dorothy A. Sudbury  
110 Nevada St., Klamath Falls, Ore.,  
97601

Jerry A. Halversen and  
William Rossworn  
301 N. Raymond, Fullerton, Calif.,  
92631

After Recording,  
Return To:  
T/A  
Attn: Marlene  
Suite 115  
7601

Where a change is requested on this agreement, the party to be changed shall sign the following address:  
Jerry A. Halversen & Wm. Rossworn  
301 N. Raymond  
Fullerton, California 92631  
NAME, ADDRESS, ZIP

STATE OF OREGON,

County of \_\_\_\_\_ ss.  
I certify that the within instru-  
ment was received for record on the  
day of \_\_\_\_\_, 19\_\_\_\_,  
at \_\_\_\_\_ M., and recorded  
in book \_\_\_\_\_ on page \_\_\_\_\_ or as  
file/reel number \_\_\_\_\_  
Record of Deeds of said county.  
Witness my hand and seal of  
County affixed.

SPACE RESERVED  
FOR  
RECORDER'S USE

By \_\_\_\_\_ Recording Officer  
Deputy

And it is understood and agreed between said parties that time is of the essence of this contract, and in case the buyer shall fail to make the payments above required, or any of them, punctually within ten days of the time limited therefor, or fail to keep any agreement herein contained, then the seller at his option shall have the following rights: (1) to declare this contract null and void; (2) to declare the whole unpaid principal balance of said purchase price with the interest thereon at once due and payable and/or (3) to foreclose this contract by suit in equity, and in any of such cases, possession of the premises above described and all other rights acquired by the buyer hereunder shall utterly cease and determine and the right to the of re-entry, or any other act of said seller to be performed and without any right of the buyer of return, redemption or compensation for moneys paid on account of the purchase of said property as absolutely, fully and perfectly as if this contract and such payments had never been made; and in case of such default all payments theretofore made on this contract are to be retained by and belong in said seller as the agreed and reasonable rent of said premises up to the time of such default. And the said seller, in case of such default shall have the right immediately, or at any time thereafter, to enter upon the land aforesaid, without any process of law, and take immediate possession thereof, together with all the improvements and appurtenances thereon or thereunto belonging.

The buyer further agrees that failure by the seller at any time to require performance by the buyer of any provision hereof shall in no way affect his right hereunder to enforce the same, nor shall any waiver by said seller of any breach of any provision hereof be held to be a waiver of any succeeding breach of any such provision, or as a waiver of the provision itself.

Buyers agree to pay taxes on or before November 15 each year and to provide Sellers evidence of payments of same.

The true and actual consideration paid for this transfer, stated in terms of dollars, is \$ 8,500.00. (Buyer's full and actual consideration)

in case suit or action is instituted to foreclose this contract or to enforce any of the provisions hereof, the buyer agrees to pay such sum as the court may adjudge reasonable as attorney's fees to be allowed plaintiff in said suit or action and if an appeal is taken from any judgment or decree of the trial court, the buyer further promises to pay such sum as the appellate court shall adjudge reasonable as plaintiff's attorney's fees on such appeal.

In construing this contract, it is understood that the seller or the buyer may be more than one person; that if the context so requires, the singular pronoun shall be taken to mean and include the plural, the masculine and the neuter, and that generally all grammatical changes shall be made, assumed and implied to make the provisions hereof apply equally to corporations and to individuals.

IN WITNESS WHEREOF, said parties have executed this instrument in duplicate; if either of the undersigned is a corporation, it has caused its corporate name to be signed and its corporate seal affixed hereto by its officers duly authorized thereunto by order of its board of directors.

*James H. Sudbury*      *July A. Leffinger*  
*Dorothy A. Sudbury*      *Walter Brown*

NOTE—The sentence between the symbols (1), if not applicable, should be deleted. See ORS 93.030.

STATE OF OREGON,

County of Klamath } ss.

January 23, 1976

STATE OF OREGON, County of \_\_\_\_\_ ) ss.

Personally appeared \_\_\_\_\_ and

who, being duly sworn,

each for himself and not one for the other, did say that the former is the

president and that the latter is the

secretary of \_\_\_\_\_

Personally appeared the above named  
 James H. Sudbury and  
 Dorothy A. Sudbury

and acknowledged the foregoing instrument to be their voluntary act and deed.

and that the seal affixed to the foregoing instrument is the corporate seal of said corporation and that said instrument was signed and sealed in behalf of said corporation by authority of its board of directors; and each of them acknowledged said instrument to be its voluntary act and deed.

Before me:  
 (OFFICIAL SEAL)  
*Marlene T. Addington*  
 Notary Public for Oregon  
 My commission expires 3-21-77

Before me:  
 (OFFICIAL SEAL)  
 Notary Public for Oregon  
 My commission expires:

(DESCRIPTION CONTINUED)

Marlene T. Addington

Notary Public for Oregon

My commission expires 3-21-77

STATE OF OREGON, COUNTY OF KLAMATH, is

And for record of request of TRANSMITTAL TITLE INS. CO.

11:02

this 27th day of January A.D. 1976 at 1:00 PM, No. 1

by recorded in Vol. H 76 of DEEDS on Page 1265

FEES \$ 6.00

WE B. ARLING, County Clerk

*Harold H. Hargis*