

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 form supplied it with such personal information concerning the purchaser 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 a covenant hereunder, the beneficiary may declare all sums secured hereby to be immediately due and payable. Delivery of a copy of this instrument to the beneficiary and to the seller, by registered mail, which notice trustees 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, other than the trustee's shall fix the time and place of sale and give notice thereof as the required by law.

7. After default and any time prior to five days before the date of sale by the Trustee for the Trustee's sale, the grantor or other person who is not a beneficiary of the trust, shall be liable to the Trustee for the amount of the principal and interest on the principal 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 in 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 as he may determine, 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 so 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 shall pursuant to the power provided herein, the trustee shall apply the proceeds of the trustee's sale as follows: (1) To the satisfaction of the said including the compensation of the trustee, and to the reasonable charge of 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 interests of the beneficiary in the property of the trust. The making of 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 signed by the beneficiary, shall be filed of record in 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

STATE OF OREGON }
County of Klamath }

THIS IS TO CERTIFY that on this 29th day of June, 1976, before me, the undersigned,

Notary Public in and for said county and state, personally appeared the within named
CARL L. N. DUDLEY AND CAROLYN DUDLEY, Husband and Wife

to me personally known to be the identical individual S 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 notarial seal the day and year last above written.

Special V. Brown

Notary Public for Oregon
My commission expires: 11-12-78

Loan No. _____

TRUST DEED

Grantor

TC

FIRST FEDERAL SAVINGS &
LOAN ASSOCIATION

Beneficiary

After Recording Return To

FIRST FEDERAL SAVINGS
~~540 Main St.~~ 2943
Klamath Falls, Oregon

STATE OF OREGON }
County of Klamath } ss

I certify that the within instrument
was received for record on the 30th
day of June, 19 76
at 2:53 o'clock P. M., and recorded
in book M. 76 on page 9943
Record of Mortgages of said County.

Witness my hand and seal of County
affixed.

WM. D. MILNE
County Clerk

By Hazil Drazie Deputy
FEE \$ 6.00

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 _____