

36363

## TRUST DEED

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THIS TRUST DEED, made this 26th day of September 1977, between STEVEN M. ROACH AND PATRICIA ANN ROACH, Husband and Wife, as grantor, William G. Sisemore, as grantor, William G. Sisemore, Klamath 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:

Beginning at a point 720 feet East and 1237.5 feet North of an iron pin driven into the ground on property of Otis V. Saylor at the Southwest corner of the NW<sup>1/4</sup> of Section 1, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon, which iron pin is 30 feet East of the center of a road intersecting the Klamath Falls-Lakeview Highway from the North, and 30 feet North of the center of said highway; thence East a distance of 198 feet, more or less, to a 1/2 inch iron pin approximately 30 inches long driven in the ground, which is the true point of beginning of this description; thence North 132 feet to an iron pipe; thence West 72 feet to a point; thence South 132 feet to a point; thence East 72 feet to the true point of beginning.

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which said described real property is not currently used for agricultural, timber or grazing purposes, together with all and singular the appurtenances, tenements, hereditaments, rents, issues, profits, water rights, easements or privileges now or hereafter belonging to, derived from or in anywise appertaining to the above described premises, and all plumbing, lighting, heating, ventilation, 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 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 each agreement of the grantor herein contained and the payment of the sum of TWENTY-ONE THOUSAND NINE HUNDRED AND NO/100- (\$21,900.00) Dollars, with interest thereon according to the terms of a promissory note of even date with copy No. 176.80, commencing November 15, 1977.

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 having an interest in the above described property, as may be evidenced by a 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 him on any of said notes in part or 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, that the 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.

The grantor covenants and agrees to pay said note according to the terms thereof, and when due, all taxes, assessments and other charges levied against said property; to keep said property free from all encumbrances having precedence over this trust deed; to complete all buildings in course of construction now or hereafter constructed on said premises within six months from the date hereof or the date construction is hereafter commenced; to repair and restore said property which may be damaged or destroyed by fire or other causes due to all costs incurred therefor; to allow beneficiary to inspect and property at all times during construction; to remove any dirt or materials unsatisfactory to beneficiary within fifteen days after written notice from beneficiary of such fact; not to construct any building or improvements now or hereafter constructed on said premises; to keep all buildings and improvements now or hereafter erected upon said property in good repair and to commit or suffer no waste of said premises; to keep all buildings, property and improvements now or hereafter erected on said premises continuously insured against loss by fire or such other hazards as the beneficiary may designate to time require in a sum not less than the original principal sum of the note or obligation secured by this trust deed, except companies acceptable to the beneficiary, and to deliver the original policy of insurance in correct form and with appropriate clause in favor of the beneficiary attached and with premium paid to the principal place of business of the beneficiary at least fifteen days prior to the effective date of any such policy of insurance. If said policy of insurance is not so tendered, the beneficiary may in his discretion obtain insurance for the benefit of the beneficiary, which insurance shall be noncancelable by the grantor during the full term of the policy thus obtained.

For the purpose of providing regularly for the prompt payment of all taxes, assessments and governmental charges levied or assessed against the above described property and insurance premium while the indebtedness accrued hereby is in excess of 80% of the lesser of the original purchase price paid by the grantor at the time the loan was made or the beneficiary's original appraisal value of the property at the time the loan was made, grantor will pay to the beneficiary in addition to the regular payments of principal and interest payable under the terms of the note, an obligation secured hereby on the date installments of principal and interest payable an amount equal to 1/12 of the taxes, assessments and other charges levied or imposed with respect to said property within each succeeding month, plus also 1/30 of the insurance premium payable with respect to said property within each succeeding three years while this Trust Deed is in effect; as calculated and directed by the beneficiary. Beneficiary shall pay to the grantor interest on said amounts at a rate not less than the highest rate authorized to be paid by banks on their open passbook accounts minus 3/4 of 1%. If such rate is less than 4%, the rate of interest paid shall be 4%. Interest shall be computed on the average monthly balance in the account and shall be paid quarterly to the grantor by crediting to the escrow account the amount of the interest due.

While the grantor is to pay all taxes, assessments and other charges levied or assessed against said property, or any part thereof, before the same begin to bear interest and also to pay premiums on all insurance policies upon said property, such payments are to be made through the beneficiary, as aforesaid. The grantor hereby authorizes the beneficiary to pay any and all taxes, assessments and other charges levied or imposed against said property in the amounts as shown by the statements thereto furnished by the collector of such taxes, assessments or other charges, and to pay the insurance premiums in the amounts shown on the statements submitted by the insurance carrier or its sole representatives and to withdraw the sums which may be required to pay such insurance premiums if any established for that purpose. The grantor agrees in no event to hold the beneficiary responsible for failure to have any insurance written out for any loss or damage growing out of a defect in any insurance policy held by the beneficiary hereby authorized. In the event of any loss, to compromise and settle with any insurance company and to apply any such insurance receipts to the obligations secured by this trust deed. In computing the amount of the indebtedness for payment and satisfaction in full or upon sale or other

acquisition of the property by the beneficiary after default, any balance remaining in the reserve account shall be applied to the indebtedness. If any authorized reserve account for taxes, assessments, insurance premiums and other charges is not sufficient at any time to pay all of such charges as 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, pay at the same, and all its expenditures therefor, shall be charged to the rate specified in the note, shall be repayable by the grantor on demand and shall be secured by the lien of this trust deed. 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; to pay all costs, fees and expenses of the trust, including the cost of title search, as well as the costs and expenses of the trustee, including attorney's fees actually incurred in enforcing this obligation, and trustee's and attorney's fees actually incurred to appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of the beneficiary or trustee; and to pay all costs and expenses, including cost of evidence of title, attorney's fees in a reasonable sum to be fixed by the court in any such action or proceeding in which the beneficiary or trustee is a party, and in any suit brought by beneficiary to foreclose this deed, and all legal sums shall be secured by this trust deed.

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

It is mutually agreed that:

1. In the event that any portion or all of said property shall be taken under the right of eminent domain or condemnation, the beneficiary shall have the right to commence, prosecute in its own name, appear and defend any action or proceeding, or to make any compromise or arrangement in connection with such taking; and if it so elects, to take title to all or any portion of the money payable as compensation for such taking, which are in excess of the amount required to pay all reasonable costs, expenses and attorney's fees necessarily paid by the grantor in such proceedings, shall be paid to the beneficiary and applied by it first upon any reasonable costs, expenses and attorney's fees necessarily paid or incurred by the beneficiary in such proceedings, and the balance applied upon the indebtedness secured hereby; and the grantor agrees at its own expense, to take such actions and execute such instruments as shall be necessary in obtaining such compensation, promptly upon the beneficiary's request.

2. At any time and from time to time upon written request of the beneficiary, payment of its fees and presentation of this deed and the note for endorsement (in case of full recoupe), for cancellation without affecting the liability of any person for the payment of any indebtedness, the trustee may (a) consent to the making of a new or partial or any part of said property; (b) join in any subordination of this deed or the lien or charge hereof; (c) join in any assumption of this deed or any part of it; (d) reconvey the property affected by this deed or any part of the property. The grantee in any reconveyance, without warranty, all or any part of the property. The grantee in any reconveyance may be described as "the person or persons legally entitled thereto" and the recitals therein of any matter or facts shall be conclusive proof of the truthfulness thereof. Trustee's fees for any of the services in this paragraph shall be \$5.00.

3. As additional security, grantor hereby assigns to beneficiary during the continuance of this trust all rents, issues, royalties and profits of the property affected by this deed and of any personal property located thereon. Until grantor shall default in the payment of any indebtedness secured hereby, or the performance of any agreement hereunder, grantor shall remain liable to collect all such rents, issues, royalties and profits as may be earned prior to default as they become due and payable. Upon default by the grantor hereunder, the beneficiary may collect the same 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 the property for the indebtedness hereby secured, enter upon and take possession of the property or any part thereof in its own name sue for or otherwise collect the same, less costs and expenses of operation and collection, incurring reasonable attorney's fees, upon any indebtedness secured hereby, and in such order as the beneficiary may determine.

4. The entering upon and taking possession of said property, the collection of such rents, issues and profits, 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 receipt of 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, either 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 \$5.00 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 notice of sale, the trustee shall sell said property at the time and date 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 an-

nouncement at the time fixed by the preceding postponement. The trustee shall deliver to the purchaser his or her in form as required by law, conveying the property so sold, without any covenant or warranty, express or implied. The recital in this 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 trustee; (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 or the trustee 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 the trustee named herein, or to any successor trustee appointed hereunder. Upon such appointment and without conveyance to the successor, the latter shall be vested with all title, powers and duties conferred upon any trustee herein named or appointed hereunder. Each new 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 available for record as provided by law. The trustee is not obligated to note or mark early 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, insures 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.

*Steven M. Roach* (SEAL)

*Patricia Ann Roach* (SEAL)

STATE OF OREGON } ss.  
County of Klamath }

THIS IS TO CERTIFY that on this 26<sup>th</sup> day of September, 1977, before me, the undersigned, a Notary Public in and for said county and state, personally appeared the within named,

STEVEN M. ROACH AND PATRICIA ANN ROACH, 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 notarial seal the day and year last above written.

*Donald W. Besse*  
Notary Public for Oregon  
My commission expires: November 12, 1978

(SEAL)  
C.O.F.

Loc No. \_\_\_\_\_

## TRUST DEED

TO  
FIRST FEDERAL SAVINGS &  
LOAN ASSOCIATION  
Beneficiary

After Recording Return To:  
FIRST FEDERAL SAVINGS  
540 Main St.  
Klamath Falls, Oregon

(DON'T USE THIS  
SPACE) RESERVED  
FOR RECORDING  
LABEL IN COUN-  
TIES WHERE  
USED.)

STATE OF OREGON } ss.  
County of Klamath }

I certify that the within instrument was received for record on the 27<sup>th</sup> day of September, 1977, at 12:26 o'clock P.M., and recorded in book M77 on page 18126. Record of Mortgages of said County.

Witness my hand and seal of County affixed.

Wm. D. Milne

County Clerk

By Bonita M. Litch  
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 or 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

by \_\_\_\_\_

DATED: 10

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