The mortgagor warrants that the proceeds of the loan represented by the above described note and this mortgage are:

(a)* primarily for mortgagor's personal, lamily, household or agricultural purposes (see Important Notice below),

(b) for an organization or (even it mortgagor is a natural person) are for business or commercial purposes other than agricultural purposes.

Now, therefore, it said mortgager shall keep and perform the covenants herein contained and shall pay said note according to its terms, this conveyance shall be void, but otherwise shall remain in full force as a mortgage to secure the performance of all of said covenants and the payment of said note; it being agreed that at failure to perform any covenant herein, or it a proceeding of any kind be taken to foreclose any lien on said premises or any part thereof, the mortgages shall have the option to declare the whole amount unpaid on said note or on this mortgage at once due and payable, and this mortgage may be foreclosed at any time thereafter. And if the mortgager shall tail to pay any taxes or charges or any lien, encumbrance or insurance premium as above provided for, the mortgage may at his option do so, and any payment so made shall be added to and become a part of the debt secured by this mortgage, and shall bear interest at the same rate as said note without waiver, however, of any right arising to the mortgage for breach of covenant. And this mortgage may be foreclosed for principal, interest and all sums paid by the mortgage at any time while the mortgage neglects to repay any sams so paid by the mortgage. In the event of any suit or action being instituted to foreclose this mortgage, the mortgage agrees to pay all reasonable costs incurred by the mortgage for title reports and title search, all statutory costs and disbursements and such further sum as the trial court may adjudge reasonable as plaintiff sattorney's fees in such suit or action, and it an appeal is taken from any judgment or decree entered therein mortgager further promises to pay such sum as the appellate court shall adjudge reasonable as plaintiff's attorney's lees on such appeal, all sums to be secured by the lien of this mortgage and included in the decree of foreclosure.

Each and all of the covenants and agreements herein contained shall apply to and bind the heirs, executors, administrators and assigns of said mortgager and of

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

Naigant Gallan MARGARET BATTANY

CALIFORNIA

STATE OF XXXXXXXX

County of Say Dilesto

BE IT REMEMBERED, That on this 6 Mu day of ... before me, the undersigned, a notary public in and for said county and state, personally appeared the within MARGARET BATTANY. named

known to me to be the identical individual described in and who executed the within instrument and executed the same freely and voluntarily. acknowledged to me that ... ske IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed

my official seal the day and year last above written. E. Evans

My Commission expires 9-14-8/

STATE OF OREGON

109 A. North Hill Street, Oceanside, CA 82054

OFFICIAL SEAL WM. E. EVANS NOTARY PUBLIC - CALIFORNIA

SAN DIEGO COUNTY My comm. expires SEP 14, 1981

MORTGAGE

(FORM No. 105A)

BATTANY

TO

HULL

AFTER RECORDING RETURN TO

JAMES HULL P. 0. Box 1935 Redding, CA 96001 MDEXEL

SPACE RESERVED

ORDER'S USE

1 SFOR

County of Klamath

I certify that the within instrument was received for record on the 3rd day of January , 19 78 , at 3:41 o'clock P.M., and recorded the book M78 on page 79 or as tile/reel number 41151 Record of Mortgages of said County.

Witness my hand and seal of County affixed.

Wm. D. Milne delach Deputy By Dernetha

59.

1054 STATE OF OREGON; COUNTY OF KLAMATH; 55. Filed for record at request of Transamerica Title Jo. this 17th day of January A. D. 19.78 at 3: 10 clock PM., and fully recorded in Vol. M78 , of Mortgages on Page 1052 Wm D. MILNE, County Clork Fee \$9.00 Activation of the second