

THIS TRUST DEED, made this 4 day of April 1979, between James R. Furrar and Sheryle J. Furrar, husband and wife, as Grantor, Transamerica Title Insurance Company, as Trustee, and William E. Chilcote, as Beneficiary,

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

Lot 1, Block 1, Tract 1083, CEDAR TRAILS, in the County of Klamath, State of Oregon, EXCEPTING THEREFROM the following described portion:

Beginning at the most Northerly corner of Lot 1; thence Southwesterly along the boundary line between Lots 1 and 2, to an iron pin which is the most Westerly corner of said Lot 1; thence Southeasterly along the Southwesterly line of Lot 1, a distance of 20 feet; thence Northeasterly parallel with the boundary line between Lots 1 and 2, to a point on the Northeasterly boundary line of Lot 1, that is 20 feet Southeasterly from the point of beginning; thence Northwesterly along the Northeasterly boundary line of Lot 1, a distance of 20 feet to the point of beginning.

(See attached Exhibit "A" and by this reference incorporated herein as if fully set forth herein.)

together with all and singular the tenements, hereditaments and appurtenances and all other rights thereunto belonging or in anywise now or hereafter appertaining, and the rents, issues and profits thereof and all fixtures now or hereafter attached to or used in connection with said real estate.

FOR THE PURPOSE OF SECURING PERFORMANCE of each agreement of grantor herein contained and payment of the sum of Seven thousand two hundred and no./100 Dollars, with interest thereon according to the terms of a promissory note of even date herewith, payable to beneficiary or order and made by grantor, the final payment of principal and interest hereof, if not sooner paid, to be due and payable per terms of the note.

The date of maturity of the debt secured by this instrument is the date, stated above, on which the final installment of said note becomes due and payable. In the event the within described property, or any part thereof, or any interest therein is sold, agreed to be sold, conveyed, assigned or alienated by the grantor without first having obtained the written consent or approval of the beneficiary, then, at the beneficiary's option, all obligations secured by this instrument, irrespective of the maturity dates expressed therein, or herein, shall become immediately due and payable.

The above described real property is not currently used for agricultural, timber or grazing purposes.

To protect the security of this trust deed, grantor agrees: (a) consent to the making of any map or plat of said property; (b) join in granting any easement or creating any restriction thereon; (c) join in any subordination or other agreement affecting this deed or the lien or charge thereon; (d) reconvey, 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 matters or facts shall be conclusive proof of the truthfulness thereof. Trustee's fees for any of the services mentioned in this paragraph shall be not less than \$5.

10. Upon any default by grantor hereunder, beneficiary may at any time 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 said property or any part thereof, in its own name sue or otherwise collect the rents, issues and profits, including those past due and unpaid, and apply the same, less costs and expenses of operation and collection, including reasonable attorney's fees upon any indebtedness secured hereby, and in such order as beneficiary may determine.

11. 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.

12. Upon default by grantor in payment of any indebtedness secured hereby or in his performance of any agreement hereunder, the beneficiary may declare all sums secured hereby immediately due and payable. In such an event and if the above described real property is currently used for agricultural, timber or grazing purposes, the beneficiary may proceed to foreclose this trust deed in equity, as a mortgage, in the manner provided by law for mortgage foreclosure. However if said real property is not so currently used, the beneficiary, at his election, may proceed to foreclose this trust deed in equity as a mortgage or direct the trustee to foreclose the trust deed by advertisement and sale. In the latter event the beneficiary or the trustee shall execute and cause to be recorded his written notice of default and his election to sell the said described real property to satisfy the obligations secured hereby, whereupon the trustee shall fix the time and place of sale, give notice thereof as then provided by law and proceed to foreclose this trust deed in the manner provided in ORS 86.740 to 86.795.

13. Should the beneficiary elect to foreclose by advertisement and sale then after default at any time prior to five days before the date set by the trustee for the trustee to sell the grantor or other person so privileged by ORS 86.760, may pay to the beneficiary or his successors in interest, respectively, the entire amount then due under the terms of the trust deed and the obligation 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 each) other than such portion of the principal as would not then be due had no default occurred, and thereby cure the default, in which event all foreclosure proceedings shall be dismissed by the trustee.

14. Otherwise, the sale shall be held on the date and at the time and place designated in the notice of sale. The trustee may sell said property either in one parcel or in separate parcels and shall sell the parcel or parcels at auction to the highest bidder for cash, payable at the time of sale. Trustee shall deliver to the purchaser its 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 of fact shall be conclusive proof of the truthfulness thereof. Any person, excluding the trustee, but including the grantor and beneficiary, may purchase at the sale.

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

16. For any reason permitted by law 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 by written instrument executed by beneficiary, containing reference to this trust deed instrument 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.

17. Trustee accepts this trust when this deed, duly executed and acknowledged is made a public record as provided by law. 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 grantor, beneficiary or trustee shall be a party unless such action or proceeding is brought by trustee.

NOTE: The Trust Deed Act provides that the trustee hereunder must be either an attorney, who is an active member of the Oregon State Bar, a bank, trust company or savings and loan association authorized to do business under the laws of Oregon or the United States, a title insurance company authorized to insure title to real property of this state, its subsidiaries, affiliates, agents or branches, or the United States or any agency thereof.

SEAS

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SECOND

DEED

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The grantor covenants and agrees to and with the beneficiary and those claiming under him, that he is lawfully seized in fee simple of said described real property and has a valid, unencumbered title thereto EXCEPT a prior Trust Deed dated September 20, 1978, and recorded September 22, 1978, to Town and Country Mortgage Investment Company, Inc., to which this Second Trust Deed is second and junior, and that he will warrant and forever defend the same against all persons whomsoever.

The grantor warrants that the proceeds of the loan represented by the above described note and this trust deed are:  
(a)\* primarily for grantor's personal, family, household or agricultural purposes (see Important Notice below),  
(b) - for an organization, or (even if grantor is a natural person) - are for business or commercial purposes other than agricultural purposes.

This deed applies to, inures to the benefit of and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, personal representatives, successors and assigns. The term beneficiary shall mean the holder and owner, including pledgee, of the contract 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 the neuter, and the singular number includes the plural.

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

\* IMPORTANT NOTICE: Delete, by lining out, whichever warranty (a) or (b) is not applicable; if warranty (a) is applicable and the beneficiary is a creditor or such word is defined in the Truth-in-Lending Act and Regulation Z, the beneficiary MUST comply with the Act and Regulation by making required disclosures; for this purpose, if this instrument is to be a FIRST lien to finance the purchase of a dwelling, use Stevens-Ness Form No. 1305 or equivalent; if this instrument is NOT to be a first lien, use Stevens-Ness Form No. 1306, or equivalent. If compliance with the Act not required, disregard this notice.

(If the signer of the above is a corporation, use the form of acknowledgment opposite.)

STATE OF OREGON,  
County of Klamath

April 1, 1979  
Personally appeared the above named  
James P. Furar and Sheryl J. Furar, husband and wife,

STATE OF OREGON, County of \_\_\_\_\_

Personally appeared \_\_\_\_\_, 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 \_\_\_\_\_, a corporation,

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.

ment to be \_\_\_\_\_  
Before me, Donna K. Rick  
(OFFICIAL SEAL) \_\_\_\_\_  
Notary Public for Oregon  
My commission expires \_\_\_\_\_

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

It is hereby agreed by and between the parties hereto that a default on the First Trust Deed will also constitute a default on the Second Trust Deed.

TO: \_\_\_\_\_

REQUEST FOR FULL RECONVEYANCE

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. Mail reconveyance and documents to \_\_\_\_\_

DATED: \_\_\_\_\_  
Do not lose or destroy this Trust Deed OR THE NOTE which it secures. Both must be delivered to the trustee for cancellation before reconveyance will be made.

# TRUST DEED

(FORM No. 881)

STEVENS-NESS LAW FIRM, P.C. PORTLAND, ORE.

Grantor  
Beneficiary

STATE OF OREGON  
County of \_\_\_\_\_

I certify that the within instrument was received for record on the \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_, at \_\_\_\_\_ o'clock \_\_\_\_\_ M., and recorded in book \_\_\_\_\_ on page \_\_\_\_\_ or as file/reel number \_\_\_\_\_

Record of Mortgages of said County.  
Witness my hand and seal of \_\_\_\_\_ County affixed.

AFTER RECORDING RETURN TO \_\_\_\_\_  
TA - Donna  
Title  
By \_\_\_\_\_ Deputy

Subject, however, to the following:

1. Restrictions, set back provisions and utility easements, as delineated on the recorded plat, but omitting restrictions, if any, based on race, color, religion or national origin.
2. Covenants, easements and restrictions, but omitting restrictions, if any, based on race, color, religion or national origin, imposed by instrument, including the terms thereof,  
Recorded : July 3, 1978 Book: M-78 Page: 14229
3. Trust Deed, including the terms and provisions thereof, with interest thereon and such future advances as may be provided therein, given to secure the payment of \$5,000.00  
Dated : September 20, 1978

Recorded : September 22, 1978 Book: M-78 Page: 21010  
 Trustor : William E. Chilcote  
 Trustee : William L. Sisemore  
 Beneficiary : Town and Country Mortgage Investment Company, Inc.

The above Trust Deed was assigned by Instrument  
 Recorded : November 13, 1978 Book: M-78 Page: 25492  
 To : Melvin W. Ostrom and Edna M. Ostrom, which Grantors assume and agree to pay the present existing Trust Deed, including the terms and provisions thereof, dated September 20, 1978, recorded September 22, 1978, in Volume M78, page 21010, the unpaid principal balance of which is \$5,000.00 with interest paid to March 20, 1979, to Town and Country Mortgage Investment Company, Inc.

Beneficiary herein hereby grants to grantors, / Perpetual  
 egress over following described property:

Beginning at the most Northerly corner of Lot 1; thence Southwesterly along the boundary line between Lots 1 and 2, to an iron pin which is the most Westerly corner of said Lot 1; thence Southeasterly along the Southwesterly line of Lot 1, a distance of 20 feet; thence Northeasterly parallel with the boundary line between Lots 1 and 2, to a point on the Northeasterly boundary line of Lot 1, that is 20 feet Southeasterly from the point of beginning; thence Northwesterly along the Northeasterly boundary line of Lot 1, a distance of 20 feet to the point of beginning.

STATE OF OREGON; COUNTY OF KLAMATH; ss

Filed for record at request of Transamerica Title Co.

this 4th day of April A. D. 1979 at 2:26 clock P. M., and

fully recorded in Vol. M79, of Mortgages on Page 7432

Wm D. MILNE, County Clerk

By Bernetha J. Hetch

Fee \$9.00