

This Agreement, made and entered into this 16 day of Aug. 1974 by and between

CLIFFORD H. MACY and LOIS E. MACY, husband and wife,
hereinafter called the vendor, and

CHARLES W. WALLACE and ALICE L. WALLACE, husband and wife,
hereinafter called the vendee.

WITNESSETH

Vendor S agrees to sell to the vendee S and the vendee S agrees to buy from the vendor S all of the following described property situate in Klamath County, State of Oregon, to-wit:

Beginning at a point 30 feet North of the Southeast corner of Section 3, Township 39 South, Range 9 East of the Willamette meridian, and running thence East 238 feet; thence North 100 feet; thence West 238 feet; thence South 100 feet to the point of beginning, being in the SW 1/4 SW 1/4 of Section 2, Township 39 South, Range 9 East of the Willamette Meridian. EXCEPT that portion thereof lying within the existing right of way of Summers Lane

at and for a price of \$ 19,500.00 payable as follows, to-wit: \$ 1,000.00 at the time of the execution of this agreement, the receipt of which is hereby acknowledged; \$ 18,500.00 with interest at the rate of 8 % per annum from August 16, 1974 payable in installments of not less than \$ 150.00 per month in clusive of interest, the first installment to be paid on the 15th day of September 1974, and a further installment on the 15th day of every month thereafter until the full balance and interest are paid.

It is agreed between said parties that vendors are to pay all real property taxes and insurance premiums as they become due. It is further agreed that said amounts shall be added to the unpaid contract balance upon presentation of proof of payment to the escrow agent.

Vendee agrees to make said payments promptly on the dates above named to the order of the vendor, or the survivors of them, at the First Federal Savings and Loan Association.

at Klamath Falls, Oregon; to keep said property at all times in as good condition as the same now are, that no improvement now on or which may hereafter be placed on said property shall be removed or destroyed before the entire purchase price has been paid and that said property will be kept insured in companies approved by vendor against loss or damage by fire in a sum not less than full ins. value with loss payable to the parties as their respective interests may appear, said policy or policies of insurance to be held Vendors copy to Vendees that vendee shall pay regularly and seasonably and before the same shall become subject to interest charges, all taxes, assessments, liens and incumbrances of whatsoever nature and kind. Taxes to be prorated as of August 16, 1974.

and agrees not to suffer or permit any part of said property to become subject to any taxes, assessments, liens, charges or incumbrances whatsoever having precedence over rights of the vendor in and to said property. Vendee shall be entitled to the possession of said property as of August 16, 1974.

Vendor will, on the execution hereof make and execute in favor of vendee good and sufficient warranty deed conveying a fee simple title to said property free and clear as of this date of all incumbrances whatsoever, except reservations, restrictions, easements and rights of way of record and those apparent upon the land; rules, regulations, liens and assessments of water users and sanitation districts.

which vendee assumes, and will place said deed

together with one of these agreements in escrow at the First Federal Savings and Loan Association

at Klamath Falls, Oregon, and shall enter into written escrow instruction in form satisfactory to said escrow holder, instructing said escrow holder that when, and if, vendee shall have paid the balance of the purchase price in accordance with the terms and conditions of this contract, said escrow holder shall deliver said instruments to vendee, but that in case of default by vendee said escrow holder shall, on demand, surrender said instruments to vendor.

Escrow fees shall be deducted from the first payment made hereunder. The escrow holder may deduct cost of necessary revenue stamps from final payments made hereunder.

In the event vendee shall fail to make the payments aforesaid, or any of them, punctually and upon the strict terms and at the times above specified, or fail to keep any of the other terms or conditions of this agreement, time of payment and strict performance being declared to be the essence of this agreement, then vendor shall have the following rights: (1) To foreclose this contract by strict foreclosure in equity; (2) to declare the full unpaid balance immediately due and payable; (3) To specifically enforce the terms of this agreement by suit in equity; (4) To declare this contract null and void, and in any of such cases, except exercise of the right to specifically enforce this agreement by suit in equity, all the right and interest hereby created or then existing in favor of vendee derived under this agreement shall utterly cease and determine, and the premises aforesaid shall revert and re-vest in vendor without any declaration of forfeiture or act of reentry, and without any other act by vendor to be performed and without any right of vendee of reclamation or compensation for money paid or for improvements made, as absolutely, fully and perfectly as if this agreement had never been made.

Should vendee, while in default, permit the premises to become vacant, Vendor may take possession of same for the purpose of protecting and preserving the property and his security interest therein, and in the event possession is so taken by vendor he shall not be deemed to have waived his right to exercise any of the foregoing rights.

And in case suit or action is instituted to foreclose this contract or to enforce any of the provisions hereof, vendee agrees to pay reasonable cost of title report and title search and such sum as the trial 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 such trial court, the vendee further promises to pay such sum as the appellate court shall adjudge reasonable as plaintiff's attorney's fees on such appeal.

Vendee further agrees that failure by vendor at any time to require performance by vendee of any provisions hereof shall in no way affect vendor's right hereunder to enforce the same, nor shall any waiver by vendor of such 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.

In construing this contract, it is understood that vendor or the vendee 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, the feminine, 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.

This agreement shall bind and inure to the benefit of, as the circumstances may require, the parties hereto and their respective heirs, executors, administrators and assigns.

It is understood and agreed by the parties hereto that there is an existing Loan upon the above described property in the form of a Trust Deed, including the terms and provisions thereof, executed by Thomas L. Rice and Sharon C. Rice, husband and wife, as grantors, to Transamerica Title Insurance Co. as Trustee, for Equitable Savings & Loan Association, as beneficiary, dated June 6, 1973, recorded June 13, 1973, in Vol. M73 page 7369, Microfilm records of Klamath County, Oregon to secure the payment of \$14,400. Agreement for Substitution of Liability of Mortgage Indebtedness, dated August 8, 1973, recorded September 13, 1973, in Vol. M73 page 12352, Microfilm records of Klamath County, Oregon, which encumbrance shall be paid by the Vendors herein and Vendors shall hold Vendees harmless.

It is further agreed that the Vendors may assume the above Trust Deed when the equity balance of this contract in the sum of \$4,296.00 has been paid.

Witness the hands of the parties the day and year first herein written.

Robt. W. Wallace
2915 Summerland
City

Charles W. Wallace
Alice L. Wallace

VANDENBERG AND BRANDSNESS
ATTORNEYS AT LAW

411 PINE STREET
KLAMATH FALLS, OREGON 97601
TELEPHONE 503/862-5501

STATE OF OREGON; COUNTY OF KLAMATH; ss. :

I hereby certify that the within instrument was received and filed for record on the 16th day of July A.D., 1979 at 9:04 o'clock A.M., and duly recorded in Vol. 179 of Deeds on Page 16663.

FEE \$6.00

WM. D. MILNE, County Clerk
By Smetham Shlock Deputy