

TRUST DEED

THIS TRUST DEED, made this Feb 20 1989, between
Charlene Canby, Renee Canby, Laureen Canby - as Tenants in Common, as Grantor,
 TRANSAMERICA TITLE INSURANCE COMPANY, a CALIFORNIA CORPORATION as Trustee, and WELLS FARGO REALTY
 SERVICES, INC., a CALIFORNIA CORPORATION, TRUSTEE 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 17 in Block 40 of Tract 1184-Oregon Shores-Unit 2-1st Addition as shown on the map filed on November 8,
 1978 in Volume 21, Page 29 of Maps in the office of the County Recorder of said County.

together with all and singular the tenements, hereditaments and appurtenances and all other rights thereunto belonging or in anywise now or hereafter accruing, 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 five thousand
eight hundred fifty 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 Feb 20, 1989

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:

1. To protect, preserve and maintain said property in good condition and repair;
 not to remove or demolish any building or improvement thereon; not to commit or
 permit any waste of said property.

2. To complete or restore promptly and in good and workmanlike manner any
 building or improvement which may be constructed, damaged or destroyed thereon,
 and pay when due all costs incurred therefor.

3. To comply with all laws, ordinances, regulations, covenants, conditions, and
 restrictions affecting said property; if the beneficiary so requests, to join in executing
 such financing statements pursuant to the Uniform Commercial Code as the beneficiary
 may require and to pay for filing same in the proper public office or offices, as
 well as the cost of all lien searches made by filing officers or searching agencies as
 may be deemed desirable by the beneficiary.

4. To provide and continuously maintain insurance on the buildings now or
 hereafter erected on the said premises against loss or damage by fire and such other
 hazards as the beneficiary may from time to time require in an amount not less than
 \$ 100,000.

5. To keep said premises free from construction liens and to pay all taxes,
 assessments and other charges that may be levied or assessed upon or against said
 property before any part of such taxes, assessments and other charges become past
 due or delinquent and promptly deliver receipts therefor to beneficiary; should the
 grantor fail to make payment of any taxes, assessments, insurance premiums, liens or
 other charges payable by grantor, either by direct payment or by providing
 beneficiary with funds with which to make such payment, beneficiary may, at its
 option, make payment thereof, and the amount so paid, with interest at the rate set
 forth in the note secured hereby, together with the obligations described in
 paragraphs 6 and 7 of this trust deed shall be added to and become a part of the debt
 secured by this trust deed, without waiver of any rights arising from breach of any of
 the covenants hereof and for such payments, with interest as aforesaid, the property
 hereinbefore described, as well as the grantor, shall be bound to the same extent that
 they are bound for the payment of the obligation herein described, and all such
 payments shall be immediately due and payable without notice, and the nonpayment
 thereof shall, at the option of the beneficiary, render all sums secured by this trust
 deed immediately due and payable and constitute a breach of this trust deed.

6. To pay all costs, fees and expenses of the trustee incurred in connection
 with this obligation.

7. To appear in and defend any action or proceeding purporting to affect the
 security rights or powers of beneficiary or trustee; and in any suit, action or
 proceeding in which the beneficiary or trustee may appear, including any suit for the
 foreclosure of this deed, to pay all costs and expenses, including evidence of title and
 the beneficiary's or trustee's attorney's fees hereunder; and grantor agrees, at its own
 expense, to take such actions and execute such instruments as shall be necessary in
 obtaining such compensation, promptly upon beneficiary's request.

8. At any time and from time to time upon written request of beneficiary,
 payment of its fees and presentation of this deed and the note for endorsement (in
 case of full reconveyance, for cancellation), without affecting the liability of any
 person for the payment of the indebtedness, trustee may (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 thereof; (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 with
 due 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
 and 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 subject to paragraph 7 hereof, hereupon any
 indebtedness secured hereby, 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 such surplus, 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 foreclosures. 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 this 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 required 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's sale, the grantor or other person so privileged by ORS 86.760, may pay to
 the beneficiary or his successor 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.
 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 deed as their interest
 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
 appointed 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 made by written instrument executed by 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.

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.

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 titled thereto

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.

7213-80309

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.

You have the option to void your contract or agreement by notice to the seller if you did not receive a Property Report prepared pursuant to the Rules and Regulations of the Office of Interstate Land Sales Registration, U.S. Department of Housing and Urban Development, in advance of, or at the time of your signing the contract or agreement. If you received the Property Report less than 48 hours prior to signing the contract or agreement you have the right to revoke the contract or agreement by notice to the seller until midnight of the third business day following the consummation of the transaction. A business day is any calendar day except Sunday, and the following business holidays: New Year's Day, Washington's Birthday, Memorial Day, Independence Day, Labor Day, Columbus Day, Veteran's Day, Thanksgiving and Christmas.

* 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. If compliance with the Act not required, disregard this notice.

X Charlene Cambra
X Renee Cambra
X Laureen Cambra
Witnessed by Jerry Perdue
Date 2/3/79

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

(ORS 93.490)

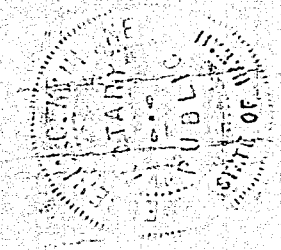
STATE OF _____, County of _____, 19____ ss.

STATE OF HAWAII, }
COUNTY OF Honolulu } ss.

On February 12, 1979 before me, the undersigned, a Notary Public in and for said County and State, personally appeared Jerry Perdue known to me to be the person whose name is subscribed to the within instrument as a witness thereto, who being by me duly sworn, deposed and said: That he resides at Kuilima Estates West, #64, Kahuku, HI.; that he was present and saw Charlene Cambra, Renee Cambra and Laureen Cambra, personally known to him to be the person described in, and whose name is subscribed to the within and annexed instrument, execute the same; and that affiant subscribed their name thereto as a witness to said execution.

Signature Eugenia C. Louhana

FOR NOTARY SEAL OR STAMP



The undersigned is the legal owner and holder of all indebtedness secured by the foregoing trust deed. The 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 _____, 19____.

DATED: _____, 19____ Beneficiary

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

Grantor _____
Beneficiary _____

SPACE RESERVED FOR RECORDER'S USE

STATE OF OREGON } ss.

County of Klamath
I certify that the within instrument was received for record on the 18th day of July, 1979, at 10:36 o'clock A.M., and recorded in book M79 on page 16962 or as file/real number 70790. Record of Mortgages of said County. Witness my hand and seal of County affixed.

Wm. D. Milne
County Clerk Title
By Bernice A. Heloch Deputy

AFTER RECORDING RETURN TO:
Wells Fargo Realty Services Inc.
572 E. Green Street
Pasadena, CA 91101
KAREN STARK
Trust Services