

TN

78433

TRUST DEED TO CONSUMER FINANCE LICENSEE

Vol. 79 Page 29232

THIS TRUST DEED, made this 14th day of December, 1979, between
Rollie H. Knaggs and Frances A. Knaggs, as Grantor,
Klamath County Title Company, as Trustee,
and Motor Investment Company, 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 3 in Block 3 Tract No. 1008, Banyon Park, according to the official plat thereof on
file in the office of the County Clerk of Klamath County, Oregon.

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 connec-
tion with said real estate.

FOR THE PURPOSE OF SECURING PERFORMANCE of each agreement of the grantor herein contained and also securing
the payment of the sum of \$ 7389.51 this day actually loaned by the beneficiary to the grantor for which sum the grantor
has given his note of even date payable with interest to the beneficiary in 84 monthly installments of \$ 161.88
each, the first installment to become due and payable on the 21st day of January, 1980 and sub-
sequent installments on the same day of each month thereafter until said note is fully paid; the final installment on said note in the
sum of \$161.88 will become due and payable on December 21, 1988; said note bears interest at the follow-
ing rates: If the original amount of said loan is \$5,000 or less, three percent per month on that part of the unpaid principal balance of
said note not in excess of \$500, one and three-quarter percent per month on that part of the unpaid principal balance of said note in
excess of \$500, but not in excess of \$2,000, and one and one-quarter percent per month on that part of the unpaid principal balance
of said note in excess of \$2,000, but not in excess of \$5,000; however if the original amount of said loan is in excess of \$5,000, then
instead of the rates of interest just mentioned, the whole amount so loaned shall bear interest at the rate of nineteen and one-half per
cent per year on its entire principal balance; all installments include principal and interest and, as paid, shall be applied first to interest
and then to unpaid principal; prepayment of said note in full or in part may be made at any time.

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 thereon 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, 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, condi-
tions and restrictions affecting said property; if the beneficiary so requests, to
execute such financing statements pursuant to the Uniform Commer-
cial Code as the beneficiary may require and to pay for filing same in the
proper public office or offices.

4. To provide and continuously maintain insurance on the building
now or hereafter erected on the said premises against loss or damage by fire

with extended coverage in an amount not less than \$
written in companies acceptable to the beneficiary, with loss payable to the
latter and to grantor as their interests may appear; all policies of insurance
shall be delivered to the beneficiary as soon as insured; if the grantor shall fail
for any reason to procure any such insurance and to deliver said policies to the
beneficiary at least fifteen days prior to the expiration of any policy of in-
surance now or hereafter placed on said buildings, the beneficiary may procure
the same at grantor's expense. Grantor hereby authorizes and directs benefi-
ciary to procure, if procurable, such credit life or credit life and disability insur-
ance as grantor may have authorized, pay the premiums on all such insurance
and deduct the amounts so actually paid from the proceeds of the loan. The
amount collected under any fire or other insurance policy may be applied by
beneficiary upon any indebtedness secured hereby and in such order as benefi-
ciary may determine, or at option of beneficiary the entire amount so col-
lected, or any part thereof, may be released to grantor. Such application or
release shall not cure or waive any default or notice of default hereunder or
invalidate any act done pursuant to such notice. Should the grantor fail so to
invalidate any act done pursuant to such notice, the beneficiary may pay for
insurance or to preserve the collateral for this loan, the beneficiary may pay for
the performance of those duties and add the amounts so paid to the then
unpaid principal balance to bear interest at the rates specified above.

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.

6. To appear in and defend any action or proceeding purporting to
affect the security rights or powers of beneficiary or trustee.

It is mutually agreed that:

7. In the event that any portion of all of said property shall be taken
under the right of eminent domain, beneficiary shall have the right, if it
so elects, to require that all or any portion of the monies payable as com-
pensation for such taking, which are in excess of the amount required to
pay all reasonable costs, expenses and attorney's fees necessarily paid or
incurred by grantor in such proceedings, shall be paid to beneficiary and ap-
plied by it upon the indebtedness secured hereby; and grantor agrees, at his
own expense, to take such actions and execute such instruments as shall be nec-
essary in obtaining such compensation, promptly upon beneficiary's request.

8. At any time and from time to time upon written request of benefi-
ciary and presentation of this deed and the note for endorsement (in case of
loans), or cancellation, without affecting the liability of any per-
son for the payment of the indebtedness, trustee may (a) consent to pay the mak-
ing 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 trustee in any recon-
veyance 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.

9. Upon any default by grantor hereunder, beneficiary may at any
time without notice, either in person, by agent or by a court appointed re-

ceiver and without regard to the adequacy of any security for the indebted-
ness hereby secured, enter upon and take possession of said property or
any part thereof, in its own name sue for or otherwise collect the rents,
issues and profits, including those past due and unpaid, and apply the same
upon any indebtedness secured hereby, and in such order as beneficiary may
determine. After grantor's default and referral, grantor shall pay beneficiary
for reasonable attorney's fees actually paid by licensee to an attorney not a
salaried employee of licensee.

10. The entering upon and taking possession of said property, the col-
lection of such rents, issues and profits, or the proceeds of insurance policies or
of awards for any taking or damage to the property, and the compensation or
application thereof as aforesaid, shall not cure or waive any default or notice
of default hereunder or invalidate any act done pursuant to such notice.

11. 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 the beneficiary at his election may proceed to foreclose this trust deed
in equity as a mortgage provided by law 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,
and give notice thereof as then required by law and proceed to foreclose this
trust deed in the manner provided in ORS 86.740 to 86.792.

12. 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 successors in interest respect-
ively, the entire amount then due under the terms of the trust deed and the
obligation secured thereby, 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.

13. Otherwise, the sale shall be held on the date and at the time and
place designated in the notice of sale or the time to which said trust deed sale
may be postponed as provided by law. 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 of warranty, express or im-
plied. 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.

14. When trustee sells pursuant to the powers provided herein, trustee
shall apply the proceeds of sale to payment of (1) the obligation secured by
the trust deed, (2) to all persons having recorded liens subsequent to the
interest of the trustee in the trust deed as their interests may appear in the
order of their priority and (3) the surplus, if any, to the grantor or to his
successor in interest entitled to such surplus.

15. 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 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 recording
officers of the county or counties in which the property is situated, shall be
conclusive proof of proper appointment of the successor trustee.

16. 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,
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, the United States or any agency thereof or an escrow agency licensed under ORS 676.505 to
676.585. The licensee is always the beneficiary. Do not use this form for loans less than \$2,000. ORS 725.050(1) prohibits liens on real estate to secure loans of
less than \$2,000 when made at consumer finance rates.

For a Mortgage to Consumer Finance Licensee, see Stevens-Ness form No. 951.

The grantor acknowledges receipt at the time the above loan was made of a statement in the English language relative to the loan as required by ORS 725.360 and by Section 10.100 of the Oregon Administrative Rules. 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

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, 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 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 as such word is defined in the Truth-in-Lending Act and Regulation Z, the beneficiary should make the required disclosures.

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

(ORS 93.490)

STATE OF OREGON,

County of Klamath

Personally appeared the above named
Rollie K. Knaggs and Fran J. Knaggs.
and acknowledged the foregoing instrument to be a voluntary act and deed.

(OFFICIAL SEAL)

Notary Public for Oregon

My commission expires 10-30-80

STATE OF OREGON, County of

) ss.

Personally appeared

and

each for himself and not one for the other, did say that the former is the president and that the later is the secretary of

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.

Before me:

Notary Public for Oregon

My commission expires:

(OFFICIAL SEAL)

REQUEST FOR FULL RECONVEYANCE
To be used only when obligations have been paid.

TO:

, 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 have been fully paid and satisfied. You hereby are directed 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:

, 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

TO
CONSUMER FINANCE LICENSEE
FORM No. 946)

STEVENS NEW LAW FIRM CO., PORTLAND, ORE.

Rollie H. Knaggs and
Frances A. Knaggs

Motor Investment Company

Beneficiary

AFTER RECORDING RETURN TO
Motor Investment Company
531 S. 6th - PO Box 309
Klamath Falls, Oregon 97601

SPACE RESERVED
FOR
RECORDER'S USE

STATE OF OREGON,

County of Klamath

) ss.

I certify that the within instrument was received for record on the 20th day of December, 1979, at 3:50 o'clock P. M., and recorded in book reel volume No. M79 on page 29232 or as document fee/file/instrument/microfilm No. 78433 Record of Mortgages of said County.

Witness my hand and seal of County affixed.

Wm. D. Milne

By *Richard H. Hetch* Deputy

Fee \$7.00