

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.

****THIS SECOND TRUST DEED IS INFERIOR AND SECONDARY TO THAT CERTAIN TRUST DEED WHEREIN TERRY A. WALTERS & BEVERLY J. WALTERS ARE GRANTORS, WILLIAM SISEMORE IS TRUSTEE, KLAMATH 1ST FEDERAL IS BENEFICIARY, RECORDED M80, PAGE 16075 ON AUGUST 25, 1980.

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 the business or commercial purposes of the grantor. 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 pledgees, 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, as such word is defined in the Truth-in-Lending Act and Regulation Z, the beneficiary MUST comply with the Act and Regulation Z 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, or is not to finance the purchase of a dwelling use Stevens-Ness Form No. 1306, or equivalent. If compliance with the Act is not required, disregard this notice. If compliance is required, use the form of acknowledgment opposite.

STATE OF OREGON, County of Klamath, February 18, 1981. Personally appeared the above named Terry A. Walters and Beverly J. Walters, who, each being first duly sworn, did say that the former is the president and that the latter is the secretary of the corporation, and that the seal affixed to the foregoing instrument is the corporate seal of said corporation and that the instrument was signed and each of them acknowledged said instrument to be its voluntary act and deed.

Before me, Notary Public for Oregon, My commission expires 6/19/82. Kristi L. Garrison, Notary Public for Oregon. My commission expires 6/19/82. (OFFICIAL SEAL)

REQUEST FOR FULL RECONVEYANCE. TO HAVE: This deed, together with the instrument of which it is a part, is to be used only when obligations have been paid. 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 convey, 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 the parties designated by the terms of said trust deed. DATED: February 18, 1981.

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 PUB. CO., PORTLAND, ORE.		COUNTY OF KLAMATH, STATE OF OREGON	
Terry A. Walters Beverly J. Walters Grantor		County of Klamath, State of Oregon	
Robert A. Garrett Kopell V. Garrett Carmen A. Garrett Beneficiary		County of Klamath, State of Oregon	
AFTER RECORDING RETURN TO 3119 THIS TRUST DEED PAGE 11		I certify that the within instrument was received for record on the 18 day of February, 1981, at 3:49 o'clock P.M., and recorded in book/reel/volume No. M81 on page 2808 or as document/fee/file/instrument/nugrofilm No. 96078. Record of Mortgages of said County.	
MTC 20018		Witness my hand and seal of County affixed, 18 February 1981 Evalyn Biehn, County Clerk By Berntha J. [Signature] Deputy	