

10082

1633-7

May 1982

THIS CONTRACT, Made this 10th day of March, 1982, between THEODORE J. PADDOCK and DEBRA A. PADDOCK, husband and wife, hereinafter called the seller, and ALAN D. O'NEIL and LAURI A. O'NEIL, husband and wife, hereinafter called the buyer,

WITNESSETH: That in consideration of the mutual covenants and agreements herein contained, the seller agrees to sell unto the buyer and the buyer agrees to purchase from the seller all of the following described lands and premises situated in Klamath County, State of Oregon, to-wit:

Lot 14, Block 18, SECOND ADDITION TO KLAMATH RIVER ACRES, in the County of Klamath, State of Oregon.

Subject to:

1. Restrictions, but omitting restrictions, if any, based on race, color, religion or national origin, as shown on the recorded plat of Second Addition to Klamath River Acres.
2. Mortgage, including the terms and provisions thereof, recorded July 3, 1978 in Book: M-78 Page: 14262 in favor of State of Oregon, represented and acting by the Director of Veterans' Affairs, which Mortgage Buyer herein does not assume and Seller covenants that said Mortgage will be paid at the time of, or prior to, payment in full of this Contract.
3. Mortgage, including the terms and provisions thereof, recorded May 7, 1979 in Book: M-79 Page: 10356 in favor of the State of Oregon, represented and acting by the Director of Veterans' Affairs, which Mortgage Buyer herein does not assume and Seller covenants that said Mortgage will be paid at the time of, or prior to, payment in full of this Contract.

SEE REVERSE FOR CONTINUATION
for the sum of FIFTY-ONE THOUSAND NINE HUNDRED AND NO/100s Dollars (\$51,900.00) (hereinafter called the purchase price) on account of which EIGHT THOUSAND FIVE HUNDRED AND NO/100s Dollars (\$8,500.00) is paid on the execution hereof (the receipt of which is hereby acknowledged by the seller); the buyer agrees to pay the remainder of said purchase price (to-wit: \$43,400.00) to the order of the seller in monthly payments of not less than FIVE HUNDRED THIRTY-SEVEN AND NO/100s Dollars (\$537.00) each,

payable on the 15th day of each month hereafter beginning with the month of March, 1982, and continuing until said purchase price is fully paid. All of said purchase price may be paid at any time; all deferred balances of said purchase price shall bear interest at the rate of 13 per cent per annum from March 15, 1982 until paid, interest to be paid monthly and * being included in the minimum monthly payments above required. Taxes on said premises for the current tax year shall be prorated between the parties hereto as of the date of this contract.

The buyer warrants to and covenants with the seller that the real property described in this contract is (A) primarily for buyer's personal, family, household or agricultural purposes, (B) for an organization or (even if buyer is a natural person) is for business or commercial purposes other than agricultural purposes.

The buyer shall be entitled to possession of said lands on March 10, 1982, and may retain such possession so long as he is not in default under the terms of this contract. The buyer agrees that at all times he will keep the premises and the buildings, now or hereafter erected thereon, in good condition and repair and will not suffer or permit any waste or strip thereof; that he will keep said premises free from construction and all other liens and save the seller harmless therefrom and reimburse seller for all costs and attorney's fees incurred by him in defending against any such liens; that he will pay all taxes hereafter levied against said property, as well as all water rents, public charges and municipal liens which hereafter lawfully may be imposed upon said premises, all promptly before the same or any part thereof become past due; that at buyer's expense, he will insure and keep insured all buildings now or hereafter erected on said premises against loss or damage by fire (with extended coverage) in an amount not less than \$ in a company or companies satisfactory to the seller with loss payable first to the seller and then to the buyer as their respective interests may appear and all policies of insurance to be delivered to the seller as soon as insured. Now if the buyer shall fail to pay any such liens, costs, water rents, taxes, or charges or to procure and pay for such insurance, the seller may do so and any payment so made shall be added to and become a part of the debt secured by this contract and shall bear interest at the rate aforesaid, without waiver, however, of any right arising to the seller for buyer's breach of contract.

The seller agrees that at his expense and within 30 days from the date hereof, he will furnish unto buyer a title insurance policy insuring (in an amount equal to said purchase price) marketable title in and to said premises in the seller on or subsequent to the date of this agreement, save and except the usual printed exceptions and the building and other restrictions and encumbrances now of record, if any. Seller also agrees that when said purchase price is fully paid and upon request and upon surrender of this agreement, he will deliver a good and sufficient deed conveying said premises in fee simple unto the buyer, his heirs and assigns, free and clear of encumbrances as of the date hereof and free and clear of all encumbrances since said date placed, permitted or arising by, through or under seller, excepting, however, the said encumbrances and restrictions and the taxes, municipal liens, water rents and public charges so assumed by the buyer and further excepting all liens and encumbrances created by the buyer or his assigns.

IMPORTANT NOTICE: Delete, by lining out, whichever phrase and whichever warranty (A) or (B) is not applicable. If warranty (A) is applicable and if seller is a creditor, as such word is defined in the Truth-in-Lending Act and Regulation Z, the seller MUST comply with the Act and Regulation by making required disclosures; for this purpose, use Stevens-Ness Form No. 1308 or similar. If the contract becomes a first lien to finance the purchase of a dwelling use Stevens-Ness Form No. 1307 or similar.

(Continued on reverse)

THEODORE J. PADDOCK & DEBRA A. PADDOCK
263021 GREEN SPRINGS DRIVE
KLAMATH FALLS, OREGON 97601
SELLER'S NAME AND ADDRESS

ALAN D. O'NEIL & LAURI A. O'NEIL
9728 BEN KERNUS
KLAMATH FALLS, OREGON 97601
BUYER'S NAME AND ADDRESS

After recording return to:
MR. & MRS. THEODORE J. PADDOCK
263021 GREEN SPRINGS DRIVE
KLAMATH FALLS, OREGON 97601
NAME, ADDRESS, ZIP

Until a change is requested all tax statements shall be sent to the following address:
MR. & MRS. ALAN D. O'NEIL
9728 BEN KERNUS
KLAMATH FALLS, OREGON 97601
NAME, ADDRESS, ZIP

STATE OF OREGON,

County of ss.
I certify that the within instrument was received for record on the day of 19, at o'clock M., and recorded in book/reel/volume No. on page or as document/fee/file/instrument/microfilm No. Record of Deeds of said county.

Witness my hand and seal of County affixed.

NAME

TITLE

By

Deputy

And it is understood and agreed between said parties that time is of the essence of this contract, and in case the buyer shall fail to make the payments above required, or any of them, punctually within 20 days of the time limited therefor, or fail to keep any agreement herein contained, then the seller at his option shall have the following rights: (1) to declare this contract null and void, (2) to declare the whole unpaid principal balance of said purchase price with the interest thereon at once due and payable, (3) to withdraw said deed and other documents from escrow and/or (4) to foreclose this contract by suit in equity, and in any of such cases, all rights and interest vested or then existing in favor of the buyer as against the seller hereunder shall utterly cease and terminate and the right to the possession of the premises above described and all other rights acquired by the buyer hereunder shall revert to and vest in said seller without any act of re-entry, or any other act of said seller to be performed and without any right of the buyer of return, reclamation or compensation for moneys paid on account of the purchase of said property as absolutely, fully and perfectly as if this contract and such payments had never been made; and in case of such default all payments therefor made on this contract are to be retained by and belong to said seller as the agreed and reasonable rent of said premises up to the time of such default. And the said seller, in case of such default, shall have the right immediately, or at any time thereafter, to enter upon the land aforesaid, without any process of law, and take immediate possession thereof, together with all the improvements and appurtenances thereon or thereon belonging.

The buyer further agrees that failure by the seller at any time to require performance by the buyer of any provision hereof shall in no way affect his right hereunder to enforce the same, nor shall any waiver by said seller of any 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.

The true and actual consideration paid for this transfer, stated in terms of dollars, is \$ 51,900.00. However, the actual consideration consists of or includes other property or value given or promised which is part of the consideration (indicate which). In case suit or action is instituted to foreclose this contract or to enforce any provision hereof, the losing party in said suit or action agrees to pay such sum as the trial court may adjudge reasonable as attorney's fees to be allowed the prevailing party in said suit or action and if an appeal is taken from any judgment or decree of such trial court, the losing party further promises to pay such sum as the appellate court shall adjudge reasonable as the prevailing party's attorney's fees on such appeal.

In construing this contract, it is understood that the seller or the buyer may be more than one person or a corporation; 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, not only the immediate parties hereto but their respective heirs, executors, administrators, personal representatives, successors in interest and assigns as well.

IN WITNESS WHEREOF, said parties have executed this instrument in triplicate; if either of the undersigned is a corporation, it has caused its corporate name to be signed and its corporate seal affixed hereto by its officers duly authorized thereunto by order of its board of directors.

NOTE—The sentence between the symbols Ⓢ, if not applicable, should be deleted. See ORS 93.030.

STATE OF OREGON,

County of KLAMATH

MARCH 18, 1982

Personally appeared the above named ALAN D. O'NEIL, LAURIE A. O'NEIL, THEODORE J. PADDOCK & DEBRA A. PADDOCK

and acknowledged the foregoing instrument to be their voluntary act and deed.

Before me,
(OFFICIAL SEAL)

Notary Public for Oregon
My commission expires 11-2-82

STATE OF OREGON, County of _____, ss.

Personally appeared _____, 19____, and _____ 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.

Before me:

(SEAL)

Notary Public for Oregon
My commission expires _____

ORS 93.635 (1): All instruments contracting to convey fee title to any real property, at a time more than 12 months from the date that the instrument is executed and the parties are bound, shall be acknowledged in the manner provided for acknowledgment of deeds, by the conveyer of the title to be conveyed. Such instruments, or a memorandum thereof, shall be recorded by the conveyer not later than 15 days after the instrument is executed and the parties are bound thereby.

ORS 93.990 (3): Violation of ORS 93.635 is punishable, upon conviction, by a fine of not more than \$100.

(DESCRIPTION CONTINUED)

CONTINUED

4. Subject to the requirements and provisions of ORS Chapter 481 pertaining to the registration and transfer of ownership of a mobile home and any interest or liens disclosed thereby.

The monthly payments as required herein shall include the real property taxes. The Seller herein shall pay the taxes as same become due and subsequent to payment of the taxes and furnishing a paid receipt for same to the Buyer, shall add the amount so paid to the unpaid balance of this Contract. Said amounts so added shall bear interest at the rate provided herein.

This Contract shall be paid in full on or before three years from the date hereof. Should Buyer elect, he may, and Seller hereby agrees to same, pay such sums as necessary to reduce the balance of this Contract to the unpaid balances of the two Mortgages in favor of Dept. of Veterans' Affairs and upon so doing, he may formally assume these two Mortgages, or may continue to pay the amounts of the Mortgages through this Contract, thus renegotiating the interest rate to conform with the interest rate of the existing Mortgages.

STATE OF OREGON; COUNTY OF KLAMATH; ss.

Filed for record 11/18/82

this 18 day of March A.D. 19 82 at 3:34 clock P M

daily recorded in Vol. M 82, of Deeds on a 3407

Fee \$8.00

EVELYN BIEHN, County

By Joyce McShane