

WHEREAS

DEPARTMENT OF VETERANS' AFFAIRS

holds a loan secured by property executed by Loren Stephen Pryor and Joan Roxana Pryor, husband and wife for the sum of

Twenty-Six Thousand Five Hundred Five and no/100---- Dollars (\$ 26,505.00----)

evidenced by Note and Mortgage, Trust Deed, Security Agreement, or Assumption Agreement dated 12/2/74 and recorded Volume/Reel M74 Page 15345

Mortgage Records for Klamath County, Oregon the following described premises included therein, to-wit:

(attach legal description)

Lot 18 and the South 20 feet of Lot 17 of WEST PARK ADDITION to the City of Klamath Falls, Oregon, according to the official plat thereof.

WHEREAS, said Borrowers are selling said property and Borrowers and Purchasers desire that Purchasers be permitted to assume and agree to pay said indebtedness and perform all the obligations under said Loan Contract, and said Department of Veterans' Affairs is willing to consent to said transfer of title and assumption of said indebtedness;

THEREFORE, in consideration of the mutual covenants and agreements herein contained IT IS HEREBY AGREED AS FOLLOWS:

1. The Department of Veterans' Affairs does hereby consent to the sale and conveyance of said premises by the aforesaid Borrowers to said Purchasers.
2. The Purchasers do hereby assume and agree to pay said indebtedness evidenced by said note and security instrument, and to perform all of the obligations provided, it being agreed

and understood that as of 10/6/83 said indebtedness is Twenty-Three Thousand Three Hundred Twelve and 05/100---- Dollars (\$ 23,312.05----) and that the interest rate is Fixed and shall be 8.8 % per annum; however, the

Director, during the term of the loan, may periodically adjust the interest rate if variable, to be paid by the transferee, and that monthly payments shall be made beginning the 15th day of November 83 in the sum of \$ 268.00 which will increase, if this is a variable interest rate loan and if the Director periodically adjusts the variable interest rate, if there is an increase in property tax, or if there is an increase in the insurance premium, if applicable.

Principal and interest: \$ 214

Tax (est. 1/2 of annual): \$ 54

Insurance: \$

TOTAL MONTHLY PAYMENT: \$ 268

3. The Borrowers understand that their present liability under said loan shall be terminated by this Agreement and by the assumption by the Purchasers of said loan. It is expressly understood that this agreement is for the mutual benefit of Borrowers and Purchasers to consummate said sale of said property. This loan may be reamortized annually to assume amortization in accordance with the final due date on the security instrument, ORS 407.070(4), 407.030, 407.020.

This assumption by said Purchasers is joint and several and shall bind them, their heirs, personal representatives, successors, and assigns.

PURCHASERS Ronald L. Faganelli
Lorraine A. Faganelli

STATE OF OREGON Lorraine A. Faganelli

COUNTY OF Klamath ss.

On this 26 day of October

19 83 personally appeared the above named Ronald L. Faganelli and Lorraine A. Faganelli and acknowledge the foregoing instrument to be his (their) voluntary act and deed.

Before me: [Signature]

Notary Public for OREGON

My commission expires: 11/13/85

DEPARTMENT OF VETERANS' AFFAIRS

BY: Jerry A. Hedrick

STATE OF OREGON Jerry Hedrick, Manager

COUNTY OF Marion ss.

On this 20th day of October

19 83 personally appeared the above named Jerry Hedrick

and acknowledge the foregoing instrument to be his (their) voluntary act and deed.

Before me: [Signature]

Notary Public for OREGON

My commission expires: 3/16/87

BORROWER Loren Stephen Pryor

STATE OF OREGON Joan Roxana Pryor

COUNTY OF Klamath ss.

On this 2nd day of November

19 83 personally appeared the above named Loren Stephen Pryor and Joan Roxana Pryor

and acknowledge the foregoing instrument to be his (their) voluntary act and deed.

Before me: [Signature]

Notary Public for OREGON

My commission expires: 12-29-85

I certify that the within was received and duly recorded by me in

Klamath County Records, Book of Mortgages, No. M83

Page 18870 on the 2nd day of November, 1983

Evelyn Biehn, County Clerk

By Pam Smith Deputy.

Filed November 6, 1983 at o'clock 10:28 AM

County Clerk, Evelyn Biehn

By Pam Smith Deputy.

After recording return to:

Loren Pryor
1100 Hill Creek Dr.
Prospect, ORE. 97536