

Parties: BRUCE R. THOMPSON AND TALLIE L. THOMPSON, HUSBAND AND WIFE
9977 Tingley Lane
Klamath Falls OR 97601

Grantor(s)
 (herein "Borrower")

SEASE Mountain Title Company, Inc.
PO Box 5017
Klamath Falls OR 97601

Trustee

State of Oregon, by and through the
Director of Veterans' Affairs

Beneficiary
 (herein "Lender")

A. Borrower is the owner of real property described as follows:

As described in the attached Exhibit "A" and by reference made a part thereof:

including all appurtenances, buildings, and existing or future improvements located thereon, and all fixtures and attachments thereto, all of which real property is hereinafter referred to as "Trust Property."

B. After changing the word "Borrower" to "Lender" in line 4 of paragraph VI on page 2, Borrower, Lender, and Trustee hereby expressly adopt and incorporate by this reference the entirety of the master form of Trust Deed recorded in the office of the county recording officer of the county in which Trust Property is located in the volume and at the page as follows:

County	Date of Record	Volume or Reel	Page	Fee No.
Klamath	12-1-82	M-82	16543	

C. Borrower is indebted to Lender in the principal sum of

\$ 63,000.00 (Sixty three thousand and no/100 DOLLARS), which indebtedness is evidenced by Borrower's Note of even date herewith (hereinafter "Note"), providing for payments of principal and interest with the balance of the indebtedness, if not sooner paid, due and payable on August 1, 2014 and further evidenced by none

THEREFORE, to secure payment by Borrower of the indebtedness evidenced by the Note in strict accordance with the terms, including payment of the interest thereon, all of which terms of the Note are incorporated by this reference herein, and also in order to secure performance by Borrower of the covenants contained in the master form of Trust Deed recorded as indicated above, and in the Note covenanted by Borrower to perform, and also in order to secure repayments of any future advances, with interest thereon which may be made by Lender to Borrower, as well as any other indebtedness of Borrower to Lender which arises directly or indirectly out of the Note or this Trust Deed, Borrower hereby grants, bargains, sells and conveys to Trustee, in Trust, with power of sale, the Trust Property and presently assigns the rents, revenues, income, issues and profits therefrom to the Lender upon the terms set forth herein.

PROVIDED, HOWEVER, that until the occurrence of an event of default, as defined in the master form of Trust Deed recorded as indicated above, Borrower may remain in control of and operate and manage the Trust Property, and collect and enjoy the rents, revenues, income, issues and profits therefrom; and

PROVIDED, FURTHER, that if Borrower shall make all payments for which provision is made in the Note in strict accordance with the terms thereof and shall perform all of the covenants contained in the master form of Trust Deed recorded as indicated above, and shall make all payments due on any other indebtedness and shall perform all of the covenants contained in the Note, then Trustee shall execute and deliver to Borrower, without warranty, a reconveyance of the Trust Property.

PROVIDED, FURTHER, the unpaid balance of the indebtedness secured by this Trust Deed will become immediately due and payable in full upon the sale or other transfer of the Trust Property, or any portion of the Trust Property, to the second transferee after July 1, 1983 who is not the original borrower, surviving spouse, unmarried former spouse, surviving child or stepchild of the original borrower, or a veteran eligible for a loan under ORS 407.010 to 407.210 and Article XI-A of the Oregon Constitution.

BORROWER covenants and warrants that the Trust Property ~~is not~~ is currently used for agricultural, timber or grazing purposes.

IN WITNESS WHEREOF, Borrower(s) ha(s)(ve) caused this Trust Deed to be executed on the 20th day of July, 19 84.

P66641

LOAN NUMBER

Bruce R. Thompson
BRUCE R. THOMPSON
Tallie L. Thompson
 BORROWER(S) TALLIE L. THOMPSON

ACKNOWLEDGMENT

STATE OF OREGON)

ss.)

County of Klamath)

Before me, a notary public, personally appeared the within named BRUCE R. THOMPSON and TALLIE L. THOMPSON

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

Witness my hand and official seal the day and year last above written.

Kristi G. Redd
 Notary Public for Oregon
 My Commission Expires: 11/16/87

RECORDING DATA

I certify that the within was received and duly recorded by me in _____ County Records,
 File/Record _____ Book _____ Page _____ on the _____ day of _____ 19____
 By _____, Deputy.

RETURN AFTER RECORDING TO:

Department of Veterans' Affairs
 155 N.E. Revere
 Bend OR 97701

AMOUNT CORRECT pu

LEGAL CORRECT pu

TRUST DEED
 SHORT FORM

(Grantor)
(Grantee "Borrower")

12432

Exhibit "A"

The following described real property situated in Klamath County, Oregon, and being a portion of the SW $\frac{1}{4}$ of the NW $\frac{1}{4}$ of Section 33, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows:

Beginning at the Section corner common to Sections 29, 28, 32, 33, Township 39 South, Range 9 East of the Willamette Meridian; thence South along the Section line 1346.72 feet to the point of beginning; thence North 89° 13' East 499.28 feet to a 3/8" iron pipe as per recorded Survey No. 328 in 1964 by Archie D. Corzatt; thence South 18° 59' East 640.20 feet to a point; thence South 40° 11' East 387.80 feet to a point; thence South 27° 58' 20" East 452.15 feet to a point; henceforth referred to as Point No. 1; thence West to a point on the West line of Section 33; thence North along the Section line to the point of beginning.

EXCEPTING THEREFROM rights of way and real property heretofore conveyed to U. S. R. S. C-4 Lateral, C-4-K Lateral No. 20-E Drain and that certain parcel conveyed by California Scott Taylor to Klamath Irrigation District by Deed recorded December 8, 1977 in Volume M77, page 23806; as corrected and superseded by Deed from California Scott Taylor, California S. Taylor and Harold Young as trustees to Klamath Irrigation District, dated 28th day of December 1978, and recorded in Volume M78, page 29044, Microfilm Records of Klamath County, Oregon.

ALSO EXCEPTING therefrom those certain parcels conveyed to Joe M. Chavez and Carol Chavez, husband and wife by Deeds recorded in Volume 352, page 539 and Volume M72, page 15031, Microfilm Records of Klamath County, Oregon.

Note: There appears to be a non-exclusive easement for ingress and egress described as follows:

Beginning at the Northwest corner of the above described parcel; thence East 499.28 feet to a point; thence North 30.0 feet to a point; thence West, 499.28 feet to a point; thence South 30.0 feet to the point of beginning.

STATE OF OREGON: COUNTY OF KLAMATH:ss

I hereby certify that the within instrument was received and filed for record on the 23 day of July A.D., 1984 at 4:23 o'clock P M, and duly recorded in Vol M84 of Mortgages on page 12431.

EVELYN BIEHN, COUNTY CLERK

by: [Signature], Deputy

Fee: \$ 8.00

RECORDING DATA

Page _____ of _____ on the _____ day of _____, 19____
 Recorded by _____