State of Oregon



MTC-16589-K **Deed of Trust**



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431-1895102

This Deed of Trust, made this

29th

day of August THEODORE N. EMARD and DOROTHY L. EMARD, husband & wife , 19 86

whose address is (Street and number, city)

P O Box 607, Chiloquin, Oregon 97624

, as Grantor.

State of Oregon,

between

MOUNTAIN TITLE COMPANY INC., an Oregon Corporation

TOWN AND COUNTRY MORTGAGE, INC., an Oregon Corporation .as Beneficiary. Witnesseth: That Grantor irrevocably Grants, Bargains, Sells and Conveys to Trustee in Trust, with Power of Sale, the Prop-

erty in

County, State of Oregon, described as:

A tract of land situated in the W_2^1 of NW_4^1 , Section 28, Township 34 South, Range 8 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows: Beginning at the intersection of the West line of said Section 28 and the Southerly right of way line of the Sprague River Highway; thence South along said West line 280 feet; thence East parallel to the North line of said section to the centerline of the Sprague River; thence Northeasterly along said centerline to the Southerly right of way line of the Sprague River Highway; thence Northwesterly along said Southerly line, 400 feet, more or less, to the point

Address:

<u>-:</u> -

P O Box 607

Chiloquin, Oregon 97624

which said described property is not currently used for agricultural, timber or grazing purposes.

Together with all the tenements, hereditaments, and appurtenances now or hereafter thereunto belonging or in anywise appertaining, and the rents, issues, and profits thereof, Subject However, to the right, power, and authority hereinafter given to and conferred upon Beneficiary to collect and apply such rents, issues, and profits.

To Have and To Hold the same, with the appurtenances, into Trustee.

For the Purpose of Securing Performance of each agreement of Grantor herein contained and payment of the sum of

FORTY-THREE THOUSAND SEVENTY-SEVEN AND 00/100ths---- Dollars (\$ 43,077.00--). with interest thereon according to the terms of a promissory note, dated payable to the Beneficiary or order and made by Grantor, the final payment of principal and interest thereof, if not sooner paid, being due

This form is used in connection with deeds of trust insured under the one- to four-family programs of the National Housing Act which require a One-Time Mortgage Insurance Premium payment (including sections 203 (b) and (i)) in accordance with the regulations for those programs.

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in whole or in part, on any installment due date. mantike manner any building or improvement which may be constructed, damaged, or destroyed thereon, and pay when drawn the constructed, damaged, or destroyed thereon, and pay when drawn the constructed, damaged, or destroyed thereon, and pay when drawn the constructed, damaged, or destroyed thereon, and pay when drawn the constructed therefor and if the loan secured hereby or any monthly payments of principal and interest payable under the terms The monthly payments of principal and interest payable under the terms of said note, on the first day of each month until said note is fully the first day of each month until said note is fully as the first day of each month until said note is fully the first day of each month until said note is fully the first day of each month until said note is fully the first day of each month until said note is fully the first day of each month until said note is fully the first day of each month until said note is fully the first day of each month until said note is fully the first day of each month until said note is fully the first day of each month until said note.

A sum, as estimated by the Beneficiary, equal to the ground paid, the following sums: rents, if any, and the taxes and special assessments next due on the premises covered by this Deed of Trust, plus the premisms that will next become due and payable on policies of fire and other hazard next become due and payable on ponoies of the and office insurance on the premises covered hereby as may be required by Beneficiary in amounts and in a company or companies satisfactory beneficiary in amounts and in a company or companies Satisfactory to Beneficiary, Grantor agreeing to deliver promptly to Beneficiary to Beneficiary. Grantor agreeing to deliver promptly to Beneficial bills and notices therefor, less all sums already paid therefor divided by the number of months to elapse before 1 month prior to the date when such ground rents, premiums, taxes and assessments will become delinquent, such sums to be held by the Beneficiary in trust to pay said ground rents, premiums, taxes and special assessments, before the same become delinquent; and

2 15 All payments mentioned in the XXX preceding subsection of this paragraph and all payments to be made under the note secured hereby shall be added together and the aggregate amount thereof shall be paid each month in a single payment to be applied by Beneficiary to the following items in the order set forth: (i) ground rents, if any, taxes, special assessments, fire and other

hazard insurance premiums; (ii) interest on the note secured hereby, and (iii) amortization of the principal of the said note.

Any deficiency in the amount of any such aggregate monthly payment shall, unless made good prior to the dire date of the next payment shall, unless made good prior to the dist date of the next such payment, constitute an event of default under this Deed of such payment,

- 3. In the event that any payment or portion thereof is not paid within fifteen (15) days from the date of the same is due. Grantor Trust. agrees to pay a "late charge" of four cents (4e) for each dollar so overdue, if charged by Beneficiary.
 - 4. If the total of the payments made by Grantor under (a) of paragraph 2 preceding shall exceed the amount of payments paragraph 2 preceding shall exceed the amount of paying actually made by Beneficiary for ground rents, taxes or assessments, or insurance premiums, as the case may be, such excess, if the loan is current, at the option of the Grantor, shall be credited on subsequent payments to be made by Grantor, or refunded to the Grantor. If, however, the monthly payments made under (a) of paragraph 2 preceding shall not be sufficient to pay ground rents, taxes, and assessments, and insurance premiums, as the case may be, when the same shall become due and payable, then Grantor shall pay to Beneficiary any imount necessary to make up the deficiency on or before the date when payment of such ground rents, taxes, assessments, or insurance premiums shall be due. If at any time Grantor shall tender to Bereficiary, in accordance with the provisions hereof, full payment of the entire indebtedness secured hereby. Beneficiary shall, in computing the amount of indebtedness, receive, beneficiary shan, in computing the amount of independence remaining in the funds credit to the account of Grantor any balance remaining in the funds accumulated under the provisions (f (a) of paragraph 2 hereof. If there shall be a default under any of the provisions of this Deed of Trust and thereafter a sale of the premises in accordance with the rrust and increance a sale of the promises in accordance we provisions hereof, or the Beneficiary acquires the property provisions neteor, or the beneficiary acquires the property otherwise after default, Beneficiary shall apply, at the time of the commencement of such proceedings, or at the time the property is otherwise acquired, the balance then remaining in the funds accumulated under (a) of paragraph 2 preceding, as a credit against the amount of principal then remaining unpaid under said note.

To Protect the Security of This Deed of Trust, Grantor Agrees: 5. To keep said property in as good order and condition as

they now are and not to commit or permit any waste thereof, reasonable wear and tear excepted.

- 6. To complete or restore promptly and in good workconstructed, damaged, or destroyed thereon, and pay when due all costs incurred therefor, and, if the loan secured hereby or any part thereof is being obtained for the purpose of financing construction
 - (a) to commence construction promptly and in any event within 30 days from the date of the commitment of the Department of Housing and Urban Development, and complete same in mousing and orban Development, and complete same in accordance with plans and specifications satisfactory to Beneficiary,
 - (b) to allow Beneficiary to inspect said property at all times
 - (c) to replace any work or materials unsatisfactory to during construction, Beneficiary, within fifteen (15) calendar days after written notice from Beneficiary of such fact, which notice may be given to the Grantor by registered mail, sent to his last known address, or by personal service of the same,
 - (d) that work shall not cease on the construction of such improvements for any reason whatsoever for a period of fifteen (15)
 - The Trustee, upon presentation to it of an affidavit signed by Reneficiary, setting forth facts showing a default by Grantor under calendar days. this numbered paragraph, is authorized to accept as true and conclusive all facts and statements therein, and to act thereon
 - 7. Not to remove or demolish any building or improvement hereunder.
 - To comply with all laws, ordinances, regulations, covenants, conditions, and restrictions affecting said property.
 - To provide and maintain insurance against loss by fire and other hazards, casualties, and contingencies including war damage as may be required from time to time by the Beneficiary in such as may be required from time to time by the beneficiary it such amounts and for such periods as may be required by the Beneficiary, with loss payable to the Beneficiary and Grantor, as their interests may appear, and to deliver all policies to Beneficiary, which delivery shall constitute an assignment to Beneficiary of all
 - 10. To appear in and defend any action or proceeding return premiums. purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee; and should Beneficiary or Trustee elect to also appear in or defend any such action or proceeding, to pay all costs and expenses, including cost of evidence of title and attorney's fees in a reasonable sum incurred by Beneficiary or Trustee.
 - 11. To pay at least 10 days before delinquency all assessments upon water company stock, and all rents, assessments and charges for water, appurtenant to or used in connection with said property, to pay, when due, all encumbrances, charges, and liens with interest, ca said property or any part thereof, which at any time appear to be prior or superior hereto; to pay all costs, fees, and expenses of this Deed of Trust.
 - 12. To pay immediately and without demand all sums expended hereunder by Beneficiary of Trustee, with interest from date of expenditure at the rate provided on the principal debt, and the repayment thereof shall be secured hereby.
 - To do all acts and make all payments required of Grantor and of the owner of the property to make said note and this Deed

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of Trust eligible for insurance by Beneficiary under the provisions of the National Housing Act and amendments thereto, and agrees not to do, or cause or suffer to be done, any act which will void such insurance during the existence of this Deed of Trust.

It is Mutually Agreed that:

- 14. Should Grantor fail to make any payment or to do any act as herein provided, then Beneficiary or Trustee, but without obligation so to do and without notice to or demand upon Grantor and without releasing Grantor from any obligation hereof, may: Make or do the same in such manner and to such extent as either may deem necessary to protect the security hereof. Beneficiary or Trustee being authorized to enter upon the property for such purposes; commence, appear in ano defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee; pay, purchase, contest, or compromise any encumbrance, charge, or lien which in the judgment of either appears to be prior or superior hereto; and in exercising any such powers, incur any liability, expend whatever amounts in its absolute discretion it may deem necessary therefor. including costs of evidence of title, employ counsel, and pay his
- 15. Should the property or any part thereof be taken or damaged by reason of any public improvement or condemnation proceeding, or damaged by fire, or earthquake, or in any other manner, Beneficiary shall be entitled to all compensation, awards and other payments or relief therefor, and shall be entitled at its option to commence, appear in, and presecute in its own name, any action or proceedings, or to make any compromise or settlement, in connection with such taking or damage. All such compensation. awards, damages, rights of action and proceeds, including the proceeds of any policies of fire and other insurance affecting said property, are hereby assigned to Beneficiary, who may after deducting therefrom all its expenses, including attorney's fees, release any moneys so received by it or apply the same on any indebtedness secured hereby. Grantor agrees to execute such further assignments of any compensation, award, damage, and rights of assignments of any compensation, award, claimage, and riginaction and proceeds as Beneficiary or Trustee may require.
- 16. By accepting payment of any sum secured hereby after its due date. Beneficiary does not waive its right either to require prompt payment when due of all other sums so secured or to
- At any time and from time to time upon a citten request of Beneficiary, payment of its fees and presentation of this Deed of Trust and the note for endorsement (in case of full reconveyance for cancellation and retention), without affecting the liability of any person for the payment of the indebtedness Trustee may (a) consent to the making 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 of Trust or the lien or charge thereof; (d) reconve), without warranty.

The Grantee in any reconveyance may be described as the "person or persons legally entitled thereto," and the socitals therein of any matters or facts shall be conclusive proof of the truthfulness

18. As additional security, Grantor hereby assigns to Beneficiary during the continuance of these trusts, all rents, issues. royalties, and profits of the property affected by this Deed of Trust and of any personal property located thereon. Until Grantor shall default in the payment of any indebtedness secured hereby or in the performance of any agreement hereunder, Grantor shall have the right to collect all such rents, issues, royalties, and profits earned prior to default as they become due and payable.

- 19. Upon any default, Beneficiary may at any time without notice, either in person, by agent, or by a receiver to be appointed by a court, and without regard to the adequacy of any security for the indebtedness hereby secured, enter upon any take posession of said property or any part thereof, in his own name sue for or otherwise collect such rents, issues and profits, including those past due and unpaid, and apply the same, less costs and expenses of operation and collection, including reasonable attorney's fees, upon any indebtedness secured hereby, and in such order as Beneficiary any independents secured necesy, and it such order as beneficial may determine. The entering upon and taking possession of said property, the collection of such rents, issues and profits and the application thereof as aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant
- 20. Upon default by Grantor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, or should this Deed and said note not be eligible for insurance under the National Housing Act within IMMEDIATELY months from the date hereof (written statement of any officer of the Department of Housing and Urban Development or authorized agent of the Secretary of Housing and Urban Development dated subsequent of this Deed of Trust, declining to insure said note and this Deed of Trust, being deemed conclusive proof of such ineligibility), or should the commitment of the Department of Housing and Urban Development to insure this loan cease to be in full force and effect for any reason whatsoever, Beneficiary may declare all sums secured hereby immediately due and payable by delivery to Trustee of written declaration of default and demand for sale, and of written notice of default and of election to cause the property to be sold, which notice Trustee shall cause to be duly filed for record. Beneficiary shall also deposit with Trustee this Deed of Trust, the note and all documents evidencing expenditures secured hereby. Notwithstanding the foregoing, this option may not be exercised by the Beneficiary when the ineligibility for insurance under the National Housing Act is due to the Beneficiary's failure to remit the mortgage insurance premium to the Department of
- 21. After the lapse of such time as may then be required by law following the recordation of said notice of default, and notice of sale having been given as then required by law, Trustee, without demand on Grantor, shall sell said property at the time and place fixed by it in said notice of sale, either as a whole or in separate parcels, and in such order as it may determine (but subject to any statutory right of Grantor to direct the order in which such property, if consisting of several known lots or parcels, shall be sold), at public auction to the highest bidder for cash in lawful money of the United States, payable at time of sale. Trustee may postpone sale of all or any portion of said property by public announcement at such time and place of sale, and from time to time thereafter may postpone the sale by public announcement at the time fixed by the preceding postponement. Trustee shall deliver to the purchaser its Deed conveying the property so sold, but without any covenant or warranty, express or implied. The recitals in this Deed of any matters or facts shall be conclusive proof of the truthfulnness thereof. Any person, including Grantor, or Beneficiary, may purchase at the sale. After deducting all costs. fees, and expenses of Trustee and of this trust, including cost of title evidence and reasonable attorney's fees, in connection with sale, Frustee shall apply the proceeds of sale to the payment of all sums expended under the terms hereof not then repaid, with accrued interest at the rate provided on the principal debt; all other sums then secured hereby; and the remainder, if any, to the person or
- 22. Beneficiary may, from time to time, as provided by statute, appoint another Trustee in place and instead of Trustee herein

Deputy.

sale under any other Deed of Trust or of any action or proceeding in which Grantor, Beneficiary, or Trustee shall be a party, unless named, and thereupon the Trustee herein named shall be discharged and Trustee so appointed shall be substituted as Trustee brought by Trustee. hereunder with the same effect as if originally named Trustee 25. The term "Deed of Trust," as used herein, shall mean the same as, and be synonymous with, the term "Trust Deed," as used herein. in the laws of Oregon relating to Deeds of Trust and Trust Deeds. 23. This Deed of Trust shall inure to and bind the heirs, Whenever used, the singular number shall include the plural, the legatees, devisees, administrators, executors, successors, and assigns plural the singular, and the use of any gender shall be applicable to of the parties hereto. All obligations of Grantor hereunder are joint and several. The term "Beneficiary" shall mean the owner and holder, including pledgees, of the note secured hereby, whether or all genders. 26. As used in this Deed of Trust and in the note, "attorney's fees" shall include attorney's fees, if any, which shall be awarded by not named as Beneficiary herein. 24. Trustee accepts this Trust when this Deed of Trust, duly an Appellate Court. executed and acknowledged, is made public record as provided by J. Emard law. Truste: is not obligated to notify any party hereto of pending Signature of Grantor. DOROTHY L. EMARD Signature of Grantor. THEODORE N. EMARD State of Oregon \$5. hereby certify that on this County of , 19 86, personally appeared before me Kristi L. Redd I, the undersigned, day of August THEODORE N. EMARD and DOROTHY L. EMARD to me known to be the individual described in and who executed the within instrument, and acknowledged that free and voluntary act and deed, for the uses and purposes signed and sealed the same as They Given under my hand and official seal the day and year last above written. therein mentioned. ... Notary Public in and for the State of Oregon. My commission expires Request for Full Reconveyance Do not record. To be used only when note has been paid. The undersigned is the legal owner and holder of the note and all other indebtedness secured by the within Deed of Trust. Said note, together with all other indebtedness secured by said Deed of Trust, has been fully paid and satisfied; and you are hereby requested and directed on payment to you of any sums owing to you under the terms of said Deed of Trust, to cancel said note above mentioned, and all To: Trustee: other evidences of indebtedness secured by said Deed of Trust delivered to you herewith, together with the said Deed of Trust, and to recon ey, without warranty, to the parties designated by the terms of said Deed of Trust, all the estate now held by you thereunder. . 19 Dated Mail reconveyance to State of Oregon day of County of Klamath I hereby certify that this within Deed of Trust was filed in this office for Record on the , A.D. 19 85, at 2:26 o'clock P.M., and was duly recorded in Book M86 County, State of Oregon, on September Klamath of Record of Mortgages of Evelyn Biehn, County Clerk 15963 page Recorder.

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Fee; \$17.00