

THIS TRUST DEED, made this 24th. day of ..... April.....  
 Michael D. Bliss and Diane M. Bliss, husband and wife ..... 19.87.... between

....., as grantor, William Sisemore, as trustee, and  
 KLAMATH FIRST FEDERAL SAVINGS AND LOAN ASSOCIATION, a corporation organized and existing under the laws of the  
 United States, as beneficiary;

WITNESSETH:  
The grantor irrevocably grants, bargains, sells and conveys to the trustee, in trust, with power of sale, the property in  
. Klamath . County, Oregon, described as:

Lot 4, Block 5 of First Addition to West Hills Homes, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

Grantor's performance under this trust deed and the note it secures may not be assigned to or be assumed by another party. In the event of an attempted assignment or assumption, the entire unpaid balance shall become immediately due and payable. **which said described real property is not currently used for agricultural, timber or grazing purposes,** together with all and singular the appurtenances, tenements, hereditaments, and rights in and to the same, hereafter belonging to or vested in the said Grantor, shall be assigned to and assumed by the said Assignee.

together with all and singular the appurtenances, tenements, hereditaments, rents, issues, profits, water rights, easements or privileges now or hereafter belonging to, derived from or in anywise appertaining to the above described premises, and all plumbing, lighting, heating, vent-  
ilating, air-conditioning, refrigerating, watering and irrigation apparatus, equipment and fixtures, together with all awnings, venetian blinds, floor  
covering in place such as well-to-wall carpeting and linoleum, shades and built-in appliances now or hereafter installed in or used in connection  
with the above described premises, including all interest therein which the grantor has or may hereafter acquire, for the purpose of securing  
performance of each agreement of the grantor herein contained and the payment of the sum of twelve thousand one hundred  
(\$ 12,164.00 ..... ) Dollars, with interest thereon according to the terms of a promissory note Sixty-four and No/100\*\*\*\*\*  
beneficiary or order and made by the grantor, principal and interest being payable in monthly installments of \$ 140.17 ..... commencing  
May 15 ..... 19 87 .....

19 87

This trust deed shall further secure the payment of such additional money, if any, as may be loaned hereafter by the beneficiary to the grantor or others, having an interest in the above described property, as may be evidenced by one note or notes. If the indebtedness secured by this trust deed is evidenced by more than one note, the beneficiary may credit payments received by it upon any of said notes or part of any payment on one note and part on another, as the beneficiary may elect.

The grantor hereby covenants to and with the trustee and the beneficiary herein that the said premises and property conveyed by this trust deed are free and clear of all encumbrances and that the grantor will and his heirs, executors and administrators shall warrant and defend his said title thereto against the claims of all persons whomsoever.

[illegible]

In order to provide regularly for the prompt payment of said taxes, assessments or other charges and insurance premiums, the grantor agrees to pay to the beneficiary, together with and in addition to the monthly payments of the principal amount equal to one-twelfth (1/12th) of the note or obligation, the amount of the taxes, assessments and other charges payable with respect to said principal within each succeeding twelve months, and payable with respect to said principal each succeeding thirty-six (36) months (1/36th) of the insurance premiums payable with respect to said principal within each succeeding three years while such sums to be paid in effect, as estimated, are collected by the beneficiary for several purposes thereof and to the principal of the loan collected by the beneficiary; or, at the option of the beneficiary, the sums so paid shall be held in trust as a reserve account for the payment of the interest on the taxes, premiums, taxes, assessments or other charges when due, and to pay said

While the grantor is to pay any and all taxes, assessments and other charges levied or assessed against said property, or any part thereof, before the same begin to bear interest and also to pay premiums on all insurance policies upon said property, such payments are to be through the beneficiary, as aforesaid. The grantor hereby authorizes the beneficiary to pay any and all taxes, assessments and other charges levied or imposed against the property in the amounts as shown by the statements thereof furnished by the company in such taxes, assessments or other charges, and to pay the insurance premiums in the amounts shown on the statements submitted by the insurance carriers to their representatives, and to charge the same to the principal of the loan or to the reserve account, and to pay the sums to the reserve account, if any, established for such purpose. The grantor agrees to hold the beneficiary responsible for failure to have any insurance written or for any loss or damage growing out of a defect in any such insurance policy, and the beneficiary hereby is authorized in the event of any loss, to compromise and settle with any insurance company and to apply any such insurance receipts upon the obligations secured by this trust. In settling the amount of the indebtedness for payment and satisfaction in full or upon sale or other disposition of the property by the beneficiary after

default, any balance remaining in the reserve account shall be credited to the indebtedness. If the reserve account for taxes, assessments, insurance premiums and other charges is not sufficient at any time for the payment of such charges as they become due, the grantor shall pay the deficit to the beneficiary upon demand, and not paid within ten days after such demand, the beneficiary may at its option add the amount of such deficit to the principal of the obligation secured hereby.

[illegible]

The grantor further agrees to comply with all laws, ordinances, regulations, covenants, conditions and restrictions affecting said property; to pay all costs, fees and expenses of this trust, including the cost of title insurance, title search, and in enforcing this obligation, and of the trustee incurred in carrying out the trust, or in its behalf, and defend any action or proceeding and attorney's fees actually incurred; to pay all costs and expenses of the trustee in carrying out the trust, or in its behalf, and defend any action or proceeding and attorney's fees actually incurred; to pay all reasonable sum to be fixed by the court, in any such action or proceeding brought by the beneficiary or trustee under this deed, and in any suit brought by the trustee to foreclose this deed, and all said sums shall be paid by the grantor.

The beneficiary will furnish to the grantor on written request therefor an annual statement of account but shall not be obligated or required to furnish any further statements of account.

It is mutually agreed that:

[illegible]

2. At any time and from time to time upon written request of the beneficiary, payment of its fees and affecting the liability of any person for the payment of the indebtedness, for cancellation, without giving of any map or plat of said property; (b) join in granting any easement or creating and restriction thereon, (c) without warranty, all or any part of the property. The grantee in any reconveyance may be described as the "person or persons legally entitled thereto" and the recitals of the same in any matters or facts shall be conclusive proof of the truthfulness thereof. Trustee's fees for any of the services in this paragraph shall be not less than \$5.00.

[illegible]

4. The entering upon and taking possession of said property, the collection of such rents, issues and profits or the proceeds of fire and other insurance policies or compensation or awards for any taking or damage of the property, and the application or release thereof, as aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

5. The grantor shall notify beneficiary in writing of any sale or contract for sale of the above described property and furnish beneficiary on a form supplied it with such personal information concerning the purchaser as would ordinarily be required of a new loan applicant and shall pay beneficiary a service charge.

6. Time is of the essence of this instrument and upon default by the grantor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, the beneficiary may declare all sums secured hereby immediately due and payable by delivery to the trustee of written notice of default and election to sell the trust property, which notice trustee shall cause to be duly filed for record. Upon delivery of said notice of default and election to sell, the beneficiary shall deposit with the trustee this trust deed and all promissory notes and documents evidencing expenditures secured hereby, whereupon the trustee shall fix the time and place of sale and give notice thereof as then required by law.

7. After default and any time prior to five days before the date set by the Trustee for the Trustee's sale, the grantor or other person so privileged may pay the entire amount then due under this trust deed and the obligations secured thereby (including costs and expenses actually incurred in enforcing the terms of the obligation and trustee's and attorney's fees not exceeding the amount provided by law) other than such portion of the principal as would not then be due had no default occurred and thereby cure the default.

8. After the lapse of such time as may then be required by law following the recordation of said notice of default and giving of said notice of sale, the trustee shall sell said property at the time and place fixed by him in said notice of sale, either as a whole or in separate parcels, and in such order as he may determine, at public auction to the highest bidder for cash, in lawful money of the United States, payable at the 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. The trustee shall deliver to the purchaser his deed in form as required by law, conveying the property so sold, but without any covenant or warranty, express or implied. The recitals in the deed of any matters or facts shall be conclusive proof of the truthfulness thereof. Any person, excluding the trustee but including the grantor and the beneficiary, may purchase at the sale.

9. When the Trustee sells pursuant to the powers provided herein, the trustee shall apply the proceeds of the trustee's sale as follows: (1) To the expenses of the sale including the compensation of the trustee, and a reasonable charge by the attorney. (2) To the obligation secured by the trust deed. (3) To all persons having recorded liens subsequent to the interests of the trustee in the trust deed as their interests appear in the order of their priority. (4) The surplus, if any, to the grantor of the trust deed or to his successor in interest entitled to such surplus.

10. For any reason permitted by law, the beneficiary may from time to time appoint a successor or successors to any trustee named herein, or to any successor trustee appointed hereunder. Upon such appointment and without conveyance to the successor trustee, the latter shall be vested with all title, powers and duties conferred upon any trustee herein named or appointed hereunder. Each such appointment and substitution shall be made by written instrument executed by the beneficiary, containing reference to this trust deed and its place of record, which, when recorded in the office of the county clerk or recorder of the county or counties in which the property is situated, shall be conclusive proof of proper appointment of the successor trustee.

11. Trustee accepts this trust when this deed, duly executed and acknowledged is made a public record, as provided by law. The trustee is not obligated to notify any party hereto of pending sale under any other deed of trust or of any action or proceeding in which the grantor, beneficiary or trustee shall be a party unless such action or proceeding is brought by the trustee.

12. This deed applies to, inures to the benefit of, and binds all parties hereto, their heirs, legatees devisees, administrators, executors, successors and assigns. The term "beneficiary" shall mean the holder and owner, including pledgees, of the note 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/or neuter, and the singular number includes the plural.

IN WITNESS WHEREOF, said grantor has hereunto set his hand and seal the day and year first above written.

*Michael D Bliss* (SEAL)  
Michael D. Bliss  
*Diane M. Bliss* (SEAL)  
Diane M. Bliss

STATE OF OREGON  
County of Klamath } ss

THIS IS TO CERTIFY that on this 24th day of April, 1987, before me, the undersigned, a Notary Public in and for said county and state, personally appeared the within named Michael D. Bliss and Diane M. Bliss

to me personally known to be the identical individual s named in and who executed the foregoing instrument and acknowledged to me that they executed the same freely and voluntarily for the uses and purposes therein expressed.



IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal the day and year last above written.  
*Daniel O Chandler*  
Notary Public for Oregon  
My commission expires: 7-6-90

Loan No. <u>39-01302</u>	
<b>TRUST DEED</b>	
<u>Michael D. Bliss</u> <u>Diane M. Bliss</u> Grantor	
TO <b>KLAMATH FIRST FEDERAL SAVINGS AND LOAN ASSOCIATION</b> Beneficiary	
After Recording Return To: <b>KLAMATH FIRST FEDERAL SAVINGS AND LOAN ASSOCIATION</b> <b>P. O. Box 5270</b> <b>Klamath Falls, Oregon 97601</b>	STATE OF OREGON } ss. County of <u>Klamath</u>
(DON'T USE THIS SPACE; RESERVED FOR RECORDING LABEL IN COUNTIES WHERE USED.)	I certify that the within instrument was received for record on the <u>30th</u> day of <u>April</u> , 19 <u>87</u> , at <u>12:34</u> o'clock <u>P</u> .M., and recorded in book <u>M87</u> on page <u>7323</u> Record of Mortgages of said County.
Fee: \$9.00	Witness my hand and seal of County affixed. <u>Evelyn Biehn, County Clerk</u> County Clerk By <u>Ann Smith</u> Deputy

**REQUEST FOR FULL RECONVEYANCE**

To be used only when obligations have been paid.

TO: William Sisemore, Trustee

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 reconvey, without warranty, to the parties designated by the terms of said trust deed the estate now held by you under the same.

Klamath First Federal Savings & Loan Association, Beneficiary  
by \_\_\_\_\_

DATED: \_\_\_\_\_, 19 \_\_\_\_