DEED IN LIEU OF FORECLOSURE

75861 WILLIAM E. RAY, and KAREN M. RAY, husband and wife, Grantors, convey to SYLVIA M. LaCROIX, an individual, Grantee, the real property described as:

See Exhibit A attached.

This deed is absolute in effect and does not operate as a mutual rescission of the contract entered into by the parties on March 16, 1981, for the sale and purchase of the above described real property. Grantors have not encumbered the property or their interest therein and there are no judgments or liens against Grantors which do or would attach to the property.

Acceptance by Grantee of this deed effects an extinguishment of any obligation Grantors may owe to Grantee by virtue of the contract referred to, above.

Grantors are not acting under any misapprehension as to the effect of this deed nor under any duress, undue influence or misrepresentation by Grantee, her agent or attorney or any other person; Grantors have had the benefit of legal counsel before

Grantor, by executing this document, declares under the penalties of perjury:

- 1. They are not foreign persons;
- 2. Their true names are: William E. Ray and Karen M. Ray.
- 3. Their tax identifying numbers are: 541-40-7669 and <u>543-42-6075</u>
- 4. Their home or office address is: Star Route, Box THIS INSTRUMENT DOES NOT GUARANTEE THAT ANY PARTICULAR USE MAY BE MADE OF THE PROPERTY DESCRIBED IN THIS INSTRUMENT. A BUYER

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Until a change is requested, all tax statements shall be sent to: Sylvia La Croix, PO Box 6985, Bend, OR 97708

The true and actual consideration of this deed is the forebearance of foreclosure proceedings against Grantors.

DATED this 28 day of May, 1987.

STATE OF OREGON County of Klamath SS.

On May 28, 1987, personally appeared the above-named William E. and Karen M. Ray, husband and wife, and acknowledged the foregoing instrument to be their voluntary act. Before me:

Notary Public for Oregon My Commission expires: 11-16-90

William Charles

All the following described tracts in Section 7, Township 35 South, Range 7
East of the Willamette Meridian, to-wit:

Beginning at a point on the East line of Government Lot 6, said Section 7, at a point that is 174.80 feet South of the Northeast corner of said Lot 6; thence South along the East line of said Government Lot 6, and Government Lots 7 and 12 to the Southeast corner of said Government Lot 12; thence West along the South line of said Government Lot 12 to a point that is 450.4 feet East of the Southwest corner thereof, said point being the Southeast corner of a tract conveyed to Anderson by Contract recorded February 26, 1963, in Deed Book 343 at page 340; thence North along said Anderson tract a distance of 660 feet; thence West along said Anderson tract a distance of 660 feet to the East line of a tract conveyed to Anderson by Contract recorded February 26, 1963, in Deed Book 343 at page 338; thence North along the East line of said Anderson tract a distance of 452.1 feet to the Northeast corner thereof; thence West along the North line of said Anderson tract a distance of 449.10 feet to the Southeast corner of a tract conveyed to Harold Sefton by deed recorded March 5, 1963, at Book 343 at page 449; thence North along the East line of said Sefton tract a distance of 138 feet to the Northeast corner thereof; thence West along the North line of said Sefton tract and the North line of a tract conveyed to Edith Padgett by deed recorded March 4, 1963, in Book 343 at page 447 a distance of 631.30 feet to the Northwest corner of said Padgett tract; thence South along the West line of said Padgett tract a distance of 138 feet to the Southwest corner thereof; thence West 30 feet to the West line of Government Lot 8 of said Section 7; thence North along the West line of Government Lot 8 and 5 of said Section 7, to a point that is South 174.8 feet from the Northwest corner of said Government Lot 5; thence East parallel to the North line of said Government Lot 5 and 6 to the point of beginning.

EXCEPTING THEREFROM a tract of land situated in Government Lot 5 in Section 7, Township 35 South, Range 7 East of the Willamette Meridian; Beginning at the one quarter corner common to Section 6, and 7, Township 35 South, Range 7 East of the Willamette Meridian; thence South along the West line of Lots 2 and 5, 834.8 feet to the point of beginning; thence East parallel with the North line of Section 7, 864.8 feet; thence South 208.7 feet; thence West parallel with the North line of Section 7, 864.8 feet to the West line of Lot 5; thence North 208.7 feet to the point of beginning.

ALSO EXCEPTING a tract of land in Government Lots 6 and 7 described as follows:
Beginning at a point on the East line of said Lot 6, said point being 174.80
feet South of the Northeast corner thereof; thence South on the Eastline of Lots 6 and 7 a distance of 659.86 feet; thence West, parallel to the North line of Lot 7, a distance of 869.6 feet; thence North, parallel with the East line of Lots 6 and 7, a distance of 659.86 feet; thence East, a distance of 869.6 feet to the point of beginning.

RESERVING unto Vendors, their successors and assigns, a perpetual, non-exclusive

STATE	OF OREGON: O	COUNTY OF KLAMATH:	SS.		٠.	\$ 		
Filed fi	or record at reque June	est of Forcum & SpeckA.D., 19 87 at of	11:58 eds	. o'clock _	A M., and on Page 1	duly recorded in	18th Vol. <u>M87</u>	day
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