

78651

P33891

Loan Number

MTL-12543P  
ASSUMPTION AGREEMENTDATE: August 25, 1987PARTIES: Jeffrey D. Cates

BUYER

Douglas S. Woods

SELLER

The State of Oregon By And Through The Director Of Veterans' Affairs

LENDER

Until a change is requested, all tax statements are to be sent to: Department of Veterans' Affairs  
(Tax Account No. 0608417 R) Attn: Tax Section  
700 Summer Street, N.E.  
Salem, Oregon 97310-1201

## THE PARTIES STATE THAT:

## 1. Seller owes Lender the debt shown by:

(a) A note in the sum of \$ 50,000.00 dated March 12, 19 80, which note is secured by a mortgage of the same date, and recorded in the office of the county recording officer of Klamath county, Oregon, in Volume Page 4700 Reel/Book M80 on March 12, 19 80.

(b) A note in the sum of \$ \_\_\_\_\_ dated \_\_\_\_\_, 19 \_\_\_\_\_, which note is secured by a Trust Deed of the same date and recorded in the office of the county recording officer of \_\_\_\_\_ county, Oregon, in Volume/Reel/Book \_\_\_\_\_ on \_\_\_\_\_, 19 \_\_\_\_\_.

(c) A note in the sum of \$ \_\_\_\_\_ dated \_\_\_\_\_, 19 \_\_\_\_\_, which note is secured by a Security Agreement of the same date.

(d) and further shown by \_\_\_\_\_

In this agreement the items mentioned in (a), (b), (c), and (d) will be called "security document" from here on.

2. Seller has sold and conveyed (or is about to sell and convey) to Buyer, all, or a portion, of the property described in the security document. Both Seller and Buyer have asked Lender to release Seller from further liability under or on account of the security document. The property being sold by Seller and bought by Buyer is specifically described as follows:

Beginning at a point 880 feet North of the Southeast corner of the W $\frac{1}{2}$ SE $\frac{1}{4}$  of Section 30, Township 39 South, Range 11 E., W.M., thence Northerly 300 feet; thence Westsely 869 feet to the East boundary of Harpold Road; thence Southerly along the East boundary of Harpold Road 300 feet; thence Easterly 875 feet to the point of beginning, containing 6.02 acres, more or less, all in Klamath County, Oregon. Being situate in the W $\frac{1}{2}$  of the SE $\frac{1}{4}$  of Section 30, Township 39 South, Range 11 East of the Willamette Meridian, Klamath County, Oregon.

FOR THE REASONS SET FORTH ABOVE, AND IN CONSIDERATION OF THE MUTUAL AGREEMENTS OF THE PARTIES, SELLER, LENDER, AND BUYER AGREE AS FOLLOWS:

## SECTION 1. UNPAID BALANCE OF SECURED OBLIGATION

The unpaid balance on the loan being assumed is \$ 47,328.79 as of August 6, 19 87.

## SECTION 2. RELEASE FROM LIABILITY

Seller is hereby released from further liability under or on account of the security document.

## SECTION 3. ASSUMPTION OF LIABILITY

Except as specifically changed by this Agreement, Buyer agrees to pay the debt shown by the security document. Buyer agrees to perform all of the obligations provided in the security document that were to be performed by Seller when the security document was executed. Buyer agrees to perform those obligations at the time, in the manner, and in all respects as are provided in the security document. Buyer agrees to be bound by all of the terms of such security document.

**SECTION 4. INTEREST RATE AND PAYMENTS**

The interest rate is Variable (indicate whether variable or fixed) and will be 8.59 percent per annum. If this is a variable interest rate loan, the Lender can periodically change the interest rate by Administrative Rule. Changes in the interest rate will change the payment on the loan. The initial principal and interest payments on the loan are \$ 393 to be paid monthly. (The payment will change if interest rate is variable and the interest rate changes.)

The payments on the loan being assumed by this agreement may be periodically adjusted by Lender to an amount that will cause the loan to be paid in full on the due date of the last payment.

**SECTION 5. DUE ON SALE \*\***

Buyer agrees that the balance of this loan is immediately due and payable in full, if after July 20, 1983, there is a second sale or other transfer of all or part of the property securing this loan. However, transfer or sale to the original borrower, the surviving spouse, unmarried former spouse, surviving child or stepchild of the original borrower, or to a veteran eligible for a loan under ORS 407.075 to 407.595 and Article XI-A of the Oregon Constitution does not count as a sale or transfer for purposes of the provisions of this paragraph.

\*\* This law has been suspended until July 1, 1939. Any transfer of a property between July 3, 1985, and July 1, 1989, will not be counted as a transfer under the 1983 "Due on Sale" law. However, transfers that occurred between July 20, 1983, and July 2, 1985, may become due on sale with the next transfer after July 1, 1989.

**SECTION 6. INTERPRETATION**

In this agreement, the singular number includes the plural and the plural number includes the singular. If this agreement is executed by more than one person, firm, or corporation as Buyer, the obligations of each such person, firm, or corporation shall be joint and several.

**SECTION 7. LIMITATIONS**

To the full extent permitted by law, Buyer waives the right to plead any statute of limitations as a defense to any obligations and demands secured by or mentioned in the security document.

BUYER Jeffrey D. Oates  
Jeffrey D. Oates

SELLER Douglas S. Woods  
Douglas S. Woods

BUYER

SELLER

STATE OF OREGON

COUNTY OF Klamath } SS

8/27, 1987

Personally appeared the above named Jeffrey D. Oates and acknowledged the foregoing instrument to be his (their) voluntary act and deed.

Before me:

Pamela Spencer

My Commission Expires: 8/16/88

Notary Public For Oregon

STATE OF OREGON

COUNTY OF Klamath } SS

8/27, 1987

Personally appeared the above named Douglas S. Woods and acknowledged the foregoing instrument to be his (their) voluntary act and deed.

Before me:

Pamela Spencer

My Commission Expires: 8/16/88

Notary Public For Oregon

Signed this 25th day of August, 19 87

DIRECTOR OF VETERANS' AFFAIRS - Lender

By:

Curt R. Schnepf  
Manager, Accounts Services

STATE OF OREGON

COUNTY OF Marion } SS

August 25

87

Personally appeared the above named Curt R. Schnepf

and, being duly sworn, did say that he (she) is authorized to sign the foregoing instrument on behalf of the Director of Veterans Affairs, and that his (her) signature was his (her) voluntary act and deed.

STATE OF OREGON,

County of Klamath } SS

Before me:

Evelyn M. Rooney

My Commission Expires: 3/16/91

Notary Public For Oregon

Filed for record at request of:

Mountain Title Company

on this 28th day of August A.D., 19 87  
at 1:05 o'clock P M. and duly recorded  
in Vol. 887 of Mtgs. Page 15618

Evelyn Biehn, County Clerk

By

Pat Smith

Deputy.

Fec, \$9.00

AFTER SIGNING/RECORDING, RETURN TO:

DEPARTMENT OF VETERANS' AFFAIRS  
OREGON VETERANS BUILDING  
700 Summer St. NE  
Salem, Oregon 97310-1201