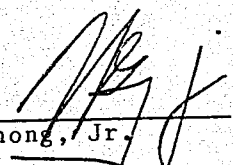


SATISFACTION OF NOTE AND MORTGAGE

KNOW ALL PERSONS BY THESE PRESENTS, that the undersigned WILLIAM GANONG, JR., the Owner and Holder of the Mortgage and Note, secured thereby, which were made and executed by BOBBY L. AUSTIN and PEARL B. AUSTIN, as Mortgagors and Makers, to William Ganong, Jr. and Frank F. Ganong, as Trustees of WILLIAM GANONG TESTAMENTARY TRUST B, as Mortgagee and Payee, dated February 20, 1979, and recorded February 23, 1979, in Vol. M-79 at page 4082 of Klamath County, Oregon Mortgage Records, and which were thereafter duly assigned by said William Ganong Testamentary Trust B to the undersigned, which said Assignment was duly recorded on December 23, 1987, in Vol. M-87 at page 22869 of Klamath County, Oregon Mortgage Records, does hereby certify that said Note and Mortgage are fully paid, satisfied and released.

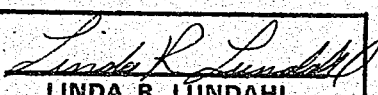
IN WITNESS WHEREOF, He has signed this Mortgage Satisfaction as of the 19th day of January, 1988, to be delivered to the Mortgagors for recording when they have fully paid and performed said Note and Mortgage.

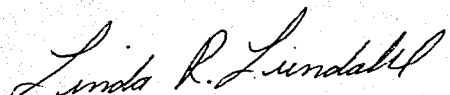
  
William Ganong, Jr.

STATE OF OREGON )  
 ) SS.  
County of Klamath )

On this 19th day of January, 1988, personally appeared William Ganong, Jr. and acknowledged that he executed the foregoing Instrument freely and voluntarily for the purposes therein contained. BEFORE ME:

(SEAL

  
LINDA R. LUNDAHL  
NOTARY PUBLIC - OREGON  
My Commission Expires 9-29-91

  
Notary Public for Oregon  
My Commission

expires: 9

WM. GANONG (SR.)  
LAWYER  
OBS No. 48030  
P.O. BOX 57  
KLAMATH FALLS, OREGON  
97601-0053  
PHONE: (503) 882-7228

*After Recording - Sent to  
Horn & Assoc - 2318 Linda Vista, Falls OR 97601*

STATE OF OREGON: COUNTY OF KLAMATH: SS.

Filed for record at request of Klamath First Federal Savings & Loan the 7th day  
of June A.D. 19 88 at 2:16 o'clock P. M., and duly recorded in Vol. M88-  
of Mortgages on Page 8787

FEE

\$8.00

Evelyn Biehn

County Clerk

By 