

The grantor covenants and agrees to and with the beneficiary and those claiming under him, that he is lawfully seized in fee simple of said described real property and has a valid, unencumbered title thereto

and that he will warrant and forever defend the same against all persons whomsoever.

The grantor warrants that the proceeds of the loan represented by the above described note and this trust deed are: (b) for an organization, or (even if grantor is a natural person) are for business or commercial purposes.

This deed applies to, inures to the benefit of and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, personal representatives, successors and assigns. The term beneficiary shall mean the holder and owner, including pledgee, of the contract 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 the neuter, and the singular number includes the plural.

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

* IMPORTANT NOTICE: Delete, by lining out, whichever warranty (a) or (b) is not applicable; if warranty (a) is applicable and the beneficiary is a creditor as such word is defined in the Truth-in-Lending Act and Regulation Z, the beneficiary MUST comply with the Act and Regulation by making required disclosures; for this purpose use Stevens-Ness Form No. 1319, or equivalent. If compliance with the Act is not required, disregard this notice.

E. A. CAREY
BETTE CAREY

(If the signer of the above is a corporation, use the form of acknowledgement opposite.)

STATE OF OREGON,

County of KLAMATH } ss.

This instrument was acknowledged before me on NOVEMBER 16, 1988, by E. A. CAREY AND BETTE CAREY

Notary Public for Oregon
My commission expires: 6-12-92

STATE OF OREGON,

County of } ss.

This instrument was acknowledged before me on 19, by

as of

Notary Public for Oregon

My commission expires:

(SEAL)

REQUEST FOR FULL RECONVEYANCE

To be used only when obligations have been paid.

TO: 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. Mail reconveyance and documents to

DATED: 19

Beneficiary

Do not lose or destroy this Trust Deed OR THE NOTE which it secures. Both must be delivered to the trustee for cancellation before reconveyance will be made.

TRUST DEED

(FORM No. 881)

STEVENS-NESS LAW PUB. CO., PORTLAND, ORE.

E. A. CAREY

BETTE CAREY

Grantor

SOUTH VALLEY STATE BANK

Beneficiary

AFTER RECORDING RETURN TO SOUTH VALLEY STATE BANK 5215 S 6TH ST. KLAMATH FALLS, OR 97603

STATE OF OREGON,

County of } ss.

I certify that the within instrument was received for record on the day of 19, at o'clock M., and recorded in book/reel/volume No. on page or as fee/file/instrument/microfilm/reception No. Record of Mortgages of said County.

Witness my hand and seal of County affixed.

NAME

TITLE

By

Deputy

E. A. AND BETTE CAREY
 LOAN NO. 300726 TO STOCKMAN'S SOCIAL CLUB
 NOVEMBER 16, 1988

EXHIBIT "A"
 LEGAL DESCRIPTION

PARCEL 1:

A portion of the Southwest Quarter Northeast Quarter of Section 2, Township 39 South, Range 9 East of the Willamette Meridian, in the County of Klamath, State of Oregon, more particularly described as follows:

Beginning at a point in the North right of way line of the Dalles-California Highway, which lies North 89 degrees 21' East a distance of 1158.8 feet and North 0 degrees 46' West a distance of 30 feet from an iron plug in the pavement, which marks the center of Section 2, Township 39 South, Range 9 East of the Willamette Meridian, running thence North 89 degrees 21' East along the North right of way line of said Highway 150 feet; thence North 0 degrees 46' West 95 feet; thence South 89 degrees 21' West parallel with the North line of the Highway, 150 feet; thence South 0 degrees 46' East 95 feet, more or less, to the place of beginning.

Tax Account No.: 3909 002AC 08100

PARCEL 2:

A portion of the Southwest Quarter Northeast Quarter of Section 2, Township 39 South, Range 9 East of the Willamette Meridian, in the County of Klamath, State of Oregon, more particularly described as follows:

Beginning at a point which lies North 89 degrees 21' East a distance of 1308.8 feet and North 0 degrees 46' West a distance of 125 feet from an iron plug in the pavement which marks the center of Section 2, Township 39 South, Range 9 East of the Willamette Meridian, running thence North 0 degrees 46' West 94.4 feet, more or less, to the Southeast corner of Tract No. 86, of Pleasant Home Tracts No. 2; thence South 89 degrees 21' West along the South line of said Tract No. 86, 150 feet; thence South 0 degrees 46' East 94.4 feet; thence North 89 degrees 21' East 150 feet to the place of beginning.

EXCEPT FROM the above described parcels that portion lying within the right of way of South 6th Street.

Tax Account No.: 3909 002AC 08000

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Mountain Title Co. the 21st day
 of Nov. A.D., 1988 at 4:03 o'clock P.M., and duly recorded in Vol. M88
 of Mortgages on Page 19779

FEE \$18.00

Evelyn Biehn, County Clerk

By [Signature]