

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: (a) primarily for grantor's personal, family, household or agricultural purposes (see Important Notice below), (b) for an organization, or (even if grantor is a natural person) are for business or commercial purposes other than agricultural 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 beneficiary MUST comply with the Act and Regulation Z, the disclosures; for this purpose, if this instrument is to be a FIRST lien to finance the purchase of a dwelling, use Stevens-Ness Form No. 1305, or equivalent, if this instrument is NOT to be a first lien, or is not to finance the purchase of a dwelling use Stevens-Ness Form No. 1306, or equivalent. If compliance with the Act is not required, disregard this notice.

Clayco Petroleum Corporation
Bruce Clayman

STATE OF OREGON, (ORS 93.490)

County of Klamath } ss.
June 7, 1989

STATE OF OREGON, County of Klamath } ss.
June 7, 1989

Personally appeared the above named Ruth Clayman

Personally appeared Bruce Clayman and

and acknowledged the foregoing instrument to be a voluntary act and deed.

duly sworn, did say that the former is the president and that the latter is the secretary of Clayco Petroleum Corporation

Before me:

a corporation, and that the seal affixed to the foregoing instrument is the corporate seal of said corporation and that the instrument was signed and sealed in behalf of said corporation by authority of its board of directors; and each of them acknowledged said instrument to be its voluntary act and deed.

(OFFICIAL SEAL) Darlene D. Addington
Notary Public for Oregon
My commission expires: 3-22-93

Before me:
Darlene D. Addington
Notary Public for Oregon
My commission expires: 3-22-93 (OFFICIAL SEAL)

REQUEST FOR FULL RECONVEYANCE
To be used only when obligations have been paid.

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: 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.

Grantor
Beneficiary

AFTER RECORDING RETURN TO
Jack A. Ulrich, Trustee
P.O. Box 7114
Modesto, CA. 95353

STATE OF OREGON, County of Klamath } ss.

I certify that the within instrument was received for record on the day of 1989, at o'clock P.M., and recorded in book/reel/volume No. on page. or as document/fee/file/instrument/microfilm No. Record of Mortgages of said County. Witness my hand and seal of County affixed.

By: Deputy

TRUST DEED

#01033714

EXHIBIT "A"

Parcel No. 1: All that certain real property located in the County of Klamath, State of Oregon, legally described as The Northerly 35 feet of Lots 1 and 2, Block 307, DARROW EDITION, to the City of Klamath Falls, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon. More commonly known as 2360 White Avenue.

Parcel No. 2: The North half of Lot 3 in Block 6 of Altamont Acres, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon. More commonly known as 3041 and 3041 1/2 Bisbee Street.

Parcel No. 3: The Northeasterly 50 feet of Lot 3, Block 57, Nichols Addition to the City of Klamath Falls, Oregon, according to the official plat thereof on file in the office of the County Clerk, Klamath County, Oregon. More commonly known as 1019 Jefferson Street.

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Aspen Title Co. the 7th day of June A.D., 19 89 at 3:46 o'clock P.M., and duly recorded in Vol. M89 of Mortgages on Page 10149

FEE \$18.00

Evelyn Biehn County Clerk

By Pauline Mullendore