

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 or household purposes (see Important Notice below),
(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.

Beverly A. Mathews
Beverly A. Mathews
Bruce A. Hershkowitz
Bruce A. Hershkowitz

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

STATE OF ~~XXXXXX~~ California
County of ~~XXXXXX~~ } ss.

STATE OF OREGON,
County of _____ } ss.

1/11/89 WITNESSED BY
[Signature]

STATE OF CALIFORNIA
COUNTY OF Los Angeles } ss.

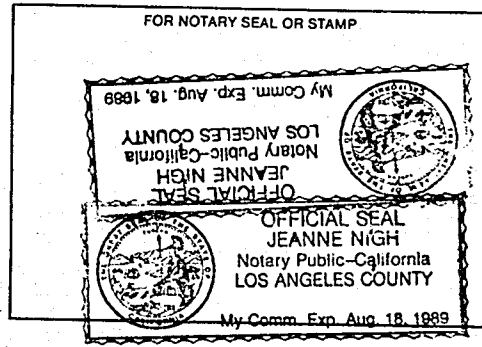
On July 18, 1989 before me the undersigned, a Notary Public in and for said County and State, personally appeared Kerry S. Penn

_____ personally known to me to be the person whose name is subscribed to the within instrument as a witness thereto, (or proved to be such person by the oath of a credible witness who is personally known to me), who being by me duly sworn, deposes and says: That

Kerry S. Penn resides at Tarzana, California that he was present and saw Beverly A. Mathews & Bruce A. Hershkowitz

personally known to him to be the person described in, and whose name is subscribed to the within and annexed instrument, execute the same; and that affiant subscribed his name thereto as a witness of said execution.

Signature *[Signature]*



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.

Mathews/Hershkowitz
1920 Dearborn St
Northridge, CA 91324
Grantor

Lucas/Hooker/Ashelman
72790 Citrus Ct
Palm Desert, CA 92260
Beneficiary

AFTER RECORDING RETURN TO

MTC
222 South Sixth St
Klamath Falls, OR 97601

SPACE RESERVED
FOR
RECORDER'S USE

STATE OF OREGON,
County of Klamath } ss.

I certify that the within instrument was received for record on the 20th day of Sept., 1989, at 12:47 o'clock P.M., and recorded in book/reel/volume No. M89 on page 17720 or as fee/file/instrument/microfilm/reception No. 5433, Record of Mortgages of said County.

Witness my hand and seal of County affixed.

Evelyn Biehn, County Clerk.
NAME TITLE

By *[Signature]* Deputy