

NOTE: The Trust Deed Act provides that the trustee hereunder must be either an attorney, who is an active member of the Oregon State Bar, a bank, trust company or savings and loan association authorized to do business under the laws of Oregon or the United States, a title insurance company authorized to insure title to real property of this state, its subsidiaries, affiliates, agents or branches, the United States or any agency thereof, or an escrow agent licensed under ORS 679.505 to 679.585.

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.

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

Glenn William Lapeyre
Glenn William Lapeyre

Anita Kathleen Lapeyre
Anita Kathleen Lapeyre

STATE OF OREGON,
County of Klamath } ss.
This instrument was acknowledged before me on _____, 19____, by
Glenn William Lapeyre and Anita Kathleen Lapeyre
Darlene E. Farker
(SEAL) Notary Public for Oregon
My commission expires: 6-16-92

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.

Glenn William Lapeyre & Anita Kathleen Lapeyre
3203 Old Midland Rd
Klamath Falls, OR 97603
Grantor
Dan D. McAuliffe & Josephine McAuliffe
P.O. Box 137
Merrill, OR 97633
Beneficiary
AFTER RECORDING RETURN TO
MTG
322 South 3rd
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

MTC No: 21985

EXHIBIT "A"
LEGAL DESCRIPTION

PARCEL 1

Lot 4 or Northwest quarter of Southwest quarter, the Southwest quarter of the Northwest quarter, the West half of Northwest quarter of Northwest quarter of Section 14 in Township 41 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon. EXCEPTING from said Lot 4 (NW1/4 SW1/4) the following described parcel of land:

Beginning at the Southeast corner of said Lot 4; thence Westerly along the South line of said Lot 4 a distance of 417.2 feet; thence North at right angles to said South line a distance of 208.6 feet; thence East parallel to said South line of Lot 4 a distance of 417.2 feet more or less to the Easterly side of said Lot 4; thence Southerly along the Easterly side of said Lot 4 a distance of 208.6 feet, more or less, to the point of beginning.

Tax Account No: 4110 01400 00300

PARCEL 2

A tract of land located in the NE1/4 NE1/4 of Section 15, Township 41 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon, and more particularly described as follows:

Beginning at an iron pin set on the North-South Section line common to Sections 14 and 15, which is 1320 feet North of U.S.G.L.O. East 1/4 corner of Section 15, Township 41 South, Range 10 East of the Willamette Meridian, marked by a 1 1/4" iron pipe with brass cap; thence North a distance of 994.5 feet to an iron pin set on said section line; thence South 20 degrees 23' West a distance of 1060.9 feet to an iron pin; thence East a distance of 369.5 feet more or less to the point of beginning.

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Mountain Title co. the 6th day
of Oct. A.D., 19 89 at 9:27 o'clock A.M., and duly recorded in Vol. M89
of Mortgages on Page 18913.

FEE \$18.00

Evelyn Biehn County Clerk

By Debra M. Mendenhall