

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.

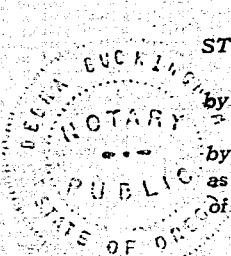
IN WITNESS WHEREOF, said grantor has hereunto set his hand the day and year first above written.

* 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.

PIEDMONT PROPERTIES INC., AN OREGON CORP.

BY:

LEONARD W. GOTSHALK, PRESIDENT



STATE OF OREGON, County of Klamath) ss.

This instrument was acknowledged before me on _____, 19____,

This instrument was acknowledged before me on April 26, 19 91,

Leonard W. Gotshalk

President

Piedmont Properties Inc., an Oregon Corporation

Notary Public for Oregon

My commission expires 12-19-92

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.

Grantor

Beneficiary

AFTER RECORDING, RETURN TO

KCTC

SPACE RESERVED

FOR

RECORDER'S USE

STATE OF OREGON, } ss.

County of _____

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 _____ of 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

DESCRIPTION OF PROPERTY

The following described parcel situate in Klamath County, Oregon:

PARCEL 1: The N $\frac{1}{2}$ NW $\frac{1}{2}$; NW $\frac{1}{2}$ NE $\frac{1}{2}$ of Section 13, Township 35 South, Range 9 East of the Willamette Meridian.

That portion of the NE $\frac{1}{2}$ of Section 14, Township 35 South, Range 9 East of the Willamette Meridian, lying Easterly of the thread of Sprague River; SAVING AND EXCEPTING therefrom that portion which lies between Sprague River and the Chiloquin-Sprague River Highway and Northerly of a line described as beginning in the center of Chiloquin-Sprague River Highway at a point that is 118 $\frac{1}{2}$ feet Northwesterly of the centerline of a cattle guard; said cattle guard being near the East line of said Section 14, in said road; thence extending South 70° West to the center of Sprague River.

PARCEL 2: The North 489.5 feet of the SE $\frac{1}{2}$ NW $\frac{1}{2}$ and the North 489.5 feet of the S $\frac{1}{2}$ NE $\frac{1}{2}$ of Section 13, Township 35 South, Range 9 East of the Willamette Meridian. TOGETHER WITH a strip of land 60 feet in width described as follows: Beginning at a point 489.5 feet South of the Northwest corner of the SE $\frac{1}{2}$ NW $\frac{1}{2}$ of Section 13, Township 35 South Range 9 East of the Willamette Meridian, thence East 60 feet parallel to the North line of said SE $\frac{1}{2}$ NW $\frac{1}{2}$; thence South parallel with the West line of said SE $\frac{1}{2}$ NW $\frac{1}{2}$ to the Northerly boundary line of the Chiloquin-Sprague River Highway, thence Northwesterly along said Northerly boundary line of said Chiloquin-Sprague River Highway to the West line of said SE $\frac{1}{2}$ NW $\frac{1}{2}$; thence North to the point of beginning.

PARCEL 3: Township 35 South, Range 9 E.W.M.
Section 12: S $\frac{1}{2}$ NW $\frac{1}{2}$, NW $\frac{1}{2}$ SW $\frac{1}{2}$, E $\frac{1}{2}$ SW $\frac{1}{2}$, W $\frac{1}{2}$ SE $\frac{1}{2}$, SW $\frac{1}{2}$ NE $\frac{1}{2}$

PARCEL 4: Township 35 South, Range 10 E.W.M.
Section 18: NE $\frac{1}{2}$, Lots 1, 2, and E $\frac{1}{2}$ NW $\frac{1}{2}$

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of KCTC the 26th day
of April A.D., 19 91 at 9:59 o'clock A. M., and duly recorded in Vol. M91
of Mortgages on Page 7707

Evelyn Biehn County Clerk
By Bernette H. Letiche

FEE \$18.00