

THIS MORTGAGE is made this 24 day of April, 1991, and between Bobby L. Watley & Shirley K. Watley, Mortgagor, to CP National Corporation, a California corporation, ("CP National"), Mortgagee. Mortgagor has entered into a contract with, and is obligated to, CP National for the sum of Twenty Six Thousand Three Hundred Dollars (\$26,300.00) and does hereby grant, bargain, sell and convey unto said CP National that certain property situated in Klamath County, Oregon, described as follows:

Street Address: 5459 Watson Dr.

* Legal Description: Attached

97601
APR 26

Return to: CP National PO Box 310, Klamath Falls, OR

together with the tenements, hereditaments and appurtenances appertaining thereto.

This conveyance is intended as a mortgage to secure the payment of the contract between CP National and Mortgagor dated 24 April, 1991. The date of maturity of the debt secured by this mortgage is the date upon which the last retail installment contract payment is due, to-wit, May, 1996. This mortgage is subject to any and all prior liens and encumbrances of record against the above property. The Mortgagor agrees to pay and keep current all real property taxes and any amounts due on any prior encumbrances before the same become delinquent.

When the Mortgagor pays all sums, including principal and interest, owing to CP National under the terms of the aforementioned contract, this conveyance shall become void; but in the event Mortgagor defaults in any of the terms of said contract or this mortgage, then all amounts due CP National shall become immediately due and payable and CP National may foreclose this mortgage and sell the property above described in the manner provided by law and out of the money arising from the sale, retain all amounts due under the contract and actual reasonable costs of collection, including, without limitation, costs and expenses of the foreclosure proceeding, including reasonable attorneys fees and the surplus, if any, shall be paid over to Mortgagor or Mortgagors' heirs or assigns.

MORTGAGOR ACKNOWLEDGES RECEIPT OF A COPY OF THIS MORTGAGE.

Bobby L. Watley
Shirley K. Watley

STATE OF OREGON

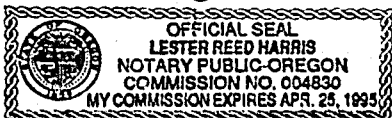
COUNTY OF Klamath

ss.

On this 24 day of April, 1991, before me, the undersigned notary public, personally appeared Donna Hill, personally known to me, who was the subscribing witness to the foregoing Mortgage, who being sworn, stated that he/she resides at 3527 Montavilla Dr Klamath Falls Oregon, and that he/she was present and saw Bobby L. Watley & Shirley K. Watley, personally known to said subscribing witness to be the person(s) whose name(s) were subscribed to the within Mortgage, execute and acknowledge the same, and said subscribing witness acknowledged said mortgage to be the voluntary act and deed of the person(s) signing said Mortgage.

Donna Hill
Subscribing Witness

Notary Public
NOTARY PUBLIC FOR OREGON
My commission expires: 4-25-95



The grantor irrevocably grants, bargains, sells and conveys to the trustee, in trust, with power of sale, the property in Klamath County, Oregon, described as:

5459 Walton Dr. - WATLEY

The following described real property situate in Klamath County, Oregon:

Beginning at a point 50 feet, Northwest of the Southeasterly corner of Lot 10 in Block 2, Resubdivision of Tracts 2B and 3 HOMEDALE; thence Northeast 126 feet, more or less, to the Southeast corner of Lot 9; thence Northerly along the Easterly boundary of Lot 9, 154 feet, more or less, to the Northerly corner of Lot 9; thence Northwesterly along the North line of Lot 9, 14.5 feet; thence Southwesterly 227.5 feet, more or less; to the Southerly line of Lot 10 at a point 127 feet, Northwesterly from the point of beginning; thence Southeasterly along the Southerly boundary of Lot 10, 127 feet to the place of beginning.

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of GP National the 23rd day
of May A.D., 19 91 at 11:26 o'clock A.M., and duly recorded in Vol. M91,
of Mortgages on Page 9782.

FEE \$13.00

Evelyn Biehn . County Clerk

By Pauline Nielsen