

This Trust Deed, made this 19th day of OCTOBER, 1993, between KAREN JO McHUGH as Trustee, and PURE PROJECT as Trustee, and KLAMATH COUNTY as Grantor(s), as beneficiary,

WITNESSETH:

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

The West half of Lot 11 and that portion of Lot 12 described as follows: Beginning at the Southwest corner of Lot 12; thence North 06°45' West 80 feet to the Northwest corner of Lot 12; thence North 83°15' East 200 feet to the Northeast corner of Lot 12; thence South 06°45' East 8.00 feet; thence South 83°15' West 78 feet; thence South 06°45' East 7.00 feet; thence South 83°15' West 38.00 feet; thence South 06°45' East 65.00 feet; thence South 83°15' West 84.00 feet to the point of beginning. All being situated in Lots 11 and 12 Block 4 of West Klamath Falls according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

10-22-93A10:07 RCVD

Together with all and singular the tenements, hereditaments and appurtenances and all other rights thereunto belonging or in anywise now or hereafter appertaining, and the rents, issues and profits thereof and all fixtures now or hereafter attached to or used in connection with the said real estate.

FOR THE PURPOSE OF SECURING PERFORMANCE of each agreement of grantor hereinto contained and payment of the sum of (\$ 3,110.00 ). This loan shall be interest-free (0%) and shall be due and payable in full upon sale or transfer, for any reason, of the subject property. The full amount of this note is due until 7-1-99. After 7-1-99 this note shall be reduced at a rate of 20% of the total each year over the next five (5) years and will be deemed fully satisfied 7-1-99.

To protect the security of this trust deed, grantor agrees:

1. To protect, preserve and maintain said property in good condition and repair; not to remove or demolish any building or improvement thereon; not to commit or permit any waste of said property.
2. To comply with all laws, ordinances, regulations, covenants, conditions and restrictions affecting said property. It is mutually agreed that:
3. In the event that any portion or all of said property shall be taken under the right of eminent domain or condemnation, beneficiary shall have the right, if it so elects, to require that all or any portion of the monies payable as compensation for such taking, which are in excess of the amount required to pay all reasonable costs, expenses and attorney's fees necessarily paid or incurred by grantor in such proceedings, shall be paid to beneficiary.
4. Trustee accepts this trust when this deed, duly executed and acknowledged is made a public record as provided by law. Trustee is not obligated to notify any party hereto of pending sale under any other deed of trust or of any action or proceeding in which grantor, beneficiary or trustee shall be a party unless such action or proceeding is brought by trustee.

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 whatsoever.

The grantor warrants that the proceeds of the loan represented by the above described note and this trust deed are for improvement of dwelling heating system on described property.

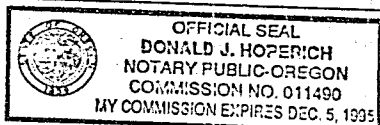
This deed applies to, insures to the benefit of and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, personal representatives, successors and assigns. The terms beneficiary shall mean the holder and owner, including pledges, or the contract secured hereby, whether 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.

Karen Jo McHugh  
KAREN JO McHUGH

STATE OF OREGON )  
County of Klamath ) ss KAREN JO McHUGH )

This instrument was acknowledged before me on OCTOBER 19, 1993  
by \_\_\_\_\_



(SEAL)

Donald J. Hoperich  
Notary Public for Oregon

My commission expires: 12-5-95

REQUEST FOR FULL RECONVEYANCE

To be used only when obligations have been paid or met.

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/or met and satisfied. You hereby are directed, on payment to you of any sum 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 \_\_\_\_\_

The Trust Deed and the Promissory Note must not be lost or destroyed; to cancel, both must be delivered to trustee before reconveyance shall be made.

TRUST DEED

KAREN JO McHUGH  
402 RIVERSIDE  
KLAMATH FALLS, OR 97601

KLAMATH COUNTY

Grantor(s)

Beneficiary

STATE OF OREGON )  
County of Klamath )

I certify that the within instrument was received for record was received for record on the 22nd day of Oct. 19, 93 at 10:07 o'clock A.M., and recorded in book/reel/Volume No. M93 on page 27674 or as fee/file/instrument/microfilm/reception No. 70105.

Record of Mortgages of said County  
Witness my hand and seal of County affixed.

Evelyn Biehn, County Clerk  
Name Title

By Caroline Muelendore Deputy

Fee \$15.00