

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 pledged, 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.

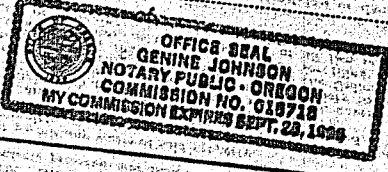
IN WITNESS WHEREOF, said grantor has hereunto set his hand the day and year first above written.

* 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-Neis Form No. 1319, or equivalent. If compliance with the Act is not required, disregard this notice.

Robert D. Damuth
JUANITA M. DAMUTH

STATE OF OREGON, County of Klamath

This instrument was acknowledged before me on January 20, 1994, by Robert D. Damuth and Juanita M. Damuth.



Genine Johnson
My commission expires 9/28/98 Notary Public for Oregon

REQUEST FOR FULL RECONVEYANCE

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

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-J)

STEVENS-NEIS LAW PUB. CO., PORTLAND, ORE. 97208

Grantor
Beneficiary

ASPIEN TITLE CO.

STATE OF OREGON, County of Klamath
I certify that the within instrument was received for record on the day of 1994 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.

By Deputy

01-SJ-05603:34 ECAD

PARCEL 1:

Lot 3, Section 31, Township 37 South, Range 9 East of the Willamette Meridian, in the County of Klamath, State of Oregon, more particularly described as follows:

Beginning at an iron pin which lies North 89 degrees 26' East along the South line of Lot 3, a distance of 439.2 feet from the iron pin which marks the Southwest corner of said Lot 3, in Section 31, Township 37 South, Range 9 East of the Willamette Meridian, and running thence North 26 degrees 39' East, a distance of 687.2 feet to an iron pin; thence South 26 degrees 21' East, a distance of 71 feet to an iron pin; thence South 26 degrees 39' West, a distance of 650.7 feet to a point on the South line of said Lot 3; thence South 89 degrees 26' West along the South line of said Lot 3, a distance of 79.8 feet, more or less, to the point of beginning.

PARCEL 2:

Lot 3, Section 31, Township 37 South, Range 9 East of the Willamette Meridian, in the County of Klamath, State of Oregon, more particularly described as follows:

Beginning at an iron pin which lies North 89 degrees 26' East along the 40 line a distance of 101.8 feet from the iron pin which marks the Southwest corner of Lot 3, Section 31, Township 37 South, Range 9 East of the Willamette Meridian, and running thence continuing North 89 degrees 26' East along the 40 line a distance of 337.4 feet to an iron pin; thence North 26 degrees 39' East a distance of 687.2 feet to an iron pin; thence at right angles North 63 degrees 21' West a distance of 300 feet to an iron pin; thence at right angles South 26 degrees 39' West a distance of 841.7 feet, more or less, to the point of beginning.

LESS AND EXCEPT that parcel deeded to Robert D. & Juanita M. Damuth, recorded June 17, 1975 in Book M-75 at Page 6806.

CODE 183 MAP 3709-31DB TL 1700

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Aspen Title & Escrow the 21st day
of January A.D., 19 94 at 3:34 o'clock P. M., and duly recorded in Vol. M94
of Mortgages on Page 2354

FEE \$20.00

Evelyn Biehn County Clerk

By William Williams