

THIS CONTRACT, Made this 31 day of August, 1994, between

and Bobby Gene Holbrook, hereinafter called the sellers,

W. TENNESSETH: That in consideration of the mutual covenants and agreements herein contained, the sellers agree to sell unto the buyer and the buyer agrees to purchase from the sellers all of the following described lands and premises situated in Klamath County, State of Oregon, to-wit:

The W 1/2 NE 1/4 SW 1/4 SW 1/4 of Section 18, Township 35 South Range 13 East of the Willamette Meridian, Klamath County, Oregon.

1.88 acres

for the sum of Four thousand nine hundred fifty and 00/100--Dollars (\$4,950.00), hereinafter called the purchase price, on account of which Sixty and 00/100--- Dollars (\$60.00) is paid on the execution hereof (the receipt of which is hereby acknowledged by the sellers), and the remainder to be paid to the order of the sellers at the times and in amounts as follows, to-wit:

\$4,890.00 on Contract of Sale at 9% for 10 years or until contract is paid in full. Payment approximately \$68.03 per month which includes principal, interest and property taxes.

The true and actual consideration for this conveyance is \$ 4,950.00 (Here comply with ORS 93.030.)

All of the purchase price may be paid at any time; all of the deferred payments shall bear interest at the rate of 9% per cent per annum from 8-1-94 until paid; interest to be paid and \* } in addition to the minimum regular payments above required. Taxes on the premises for the current tax year shall be prorated between the parties hereto as of 1994.

The buyer warrants to and covenants with the seller that the real property described in this contract is

\* (A) primarily for buyer's personal, family or household purposes, (B) for an organization or (even if buyer is a natural person) is for business or commercial purposes.

At the time of the execution hereof, the sellers hereby (Who are husband and wife) own the described real estate as tenants by the entirety; wherefore, the sellers intend and declare that their interest in this contract and in the unpaid purchase price of the described real estate herewith shall be that of joint tenants with the right of survivorship and not that of tenants in common; in the event of the death of one of the sellers, the title to the sellers' interest in this contract and in the then unpaid balance of the purchase price, principal and interest, immediately shall vest solely in the survivor of the sellers.

The buyer shall be entitled to possession of the land on 1994, and may retain such possession so long as buyer is not in default under the terms of this contract. The buyer agrees that at all times buyer will keep the premises and the buildings, now or hereafter erected thereon, in good condition and repair and will not suffer or permit any waste or strip thereof, that buyer will keep the premises free from construction and all other liens and save the sellers harmless therefrom and reimburse sellers for all costs and attorney's fees incurred by them in defending against any such liens; that buyer will pay all taxes hereafter levied against the property, lawfully may be imposed upon the premises, all promptly before the same or any part thereof become past due; that at buyer's expense buyer will insure and keep insured all buildings now or hereafter erected on the premises against loss or damage by fire (with extended coverage) in an amount not less than \$ N/A in a company or companies satisfactory to the sellers, specifically naming the sellers as an additional insured, with loss payable to the sellers as their interest may appear and all policies of insurance to be delivered to the sellers as soon as insured. Now if the buyer shall fail to pay any such liens, costs, water rents, taxes, or charges or to procure and pay for such insurance, the sellers may do so and any payment so made shall be added to and become a part of the debt secured by this contract and shall bear interest at the rate aforesaid without waiver, however, of any right arising to the sellers for buyer's breach of contract.

(Continued on Reverse)

\* IMPORTANT NOTICE: Delete, by lining out, whichever phrase and whichever warranty (A) or (B) is not applicable. If warranty (A) is applicable and if sellers are creditors, as such word is defined in the Truth-in-Lending Act and Regulation Z, the sellers MUST comply with the Act and Regulations by making required disclosures; for this purpose, use Stevens-Nas Form No. 1319, or equivalent.

Timm Burr, Inc.  
325 Main St., #203  
Klamath Falls, OR 97601  
Grantor's Name and Address  
Bobby Gene Holbrook  
16015 Strawn Rd.  
La Pine, OR 97739  
Grantee's Name and Address  
After recording return to (Name, Address, Zip):  
Timm Burr, Inc.  
325 Main St., #203  
Klamath Falls, OR 97601  
Until requested otherwise send all tax statements to (Name, Address, Zip):  
Timm Burr, Inc.  
325 Main St., #203  
Klamath Falls, OR 97601

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 and/or as fee/file/instrument/microfilm/reception No. Record of Deeds of said County.  
Witness my hand and seal of County officed.  
NAME TITLE  
By , Deputy

The sellers agree that at their expense and within \_\_\_\_\_ N/A \_\_\_\_\_ days from the date hereof, they will furnish unto buyer a title insurance policy insuring (in an amount equal to the purchase price) marketable title in and to the premises in the sellers on or subsequent to the date of this agreement, save and except the usual printed exceptions and the building and other restrictions and easements now of record, if any. Sellers also agree that when the purchase price is fully paid and upon request and upon surrender of this agreement, they will deliver a good and sufficient deed conveying the premises in fee simple unto the buyer, buyer's heirs and assigns, free and clear of all encumbrances since the date placed, permitted or arising by, through or under the sellers, excepting, however, the easements and restrictions and the taxes, municipal liens, water rents and public charges so assumed by the buyer and further excepting all liens and encumbrances created by the buyer or buyer's assigns.

And it is understood and agreed between the parties that time is of the essence of this contract, and in case the buyer shall fail to make the payments above required or any of them, purchaser shall have the following rights and options:

- (1) To declare this contract cancelled for default and null and void, and to declare the purchaser's rights forfeited and the debt extinguished, and to retain sums previously paid hereunder by the buyer;
- (2) To declare the whole unpaid principal balance of the purchase price with the interest thereon at once due and payable; and/or
- (3) To foreclose this contract by suit in equity.

In any of such cases, all rights and interest created or then existing in favor of the buyer as against the sellers hereunder shall utterly cease and the right to the possession of the premises above described and all other rights acquired by the buyer hereunder shall revert to and revert in the sellers without any act of re-entry, or any other act of the sellers to be performed and without any right of the buyer of return, reclamation or compensation for money paid on account of the purchase of the property as absolutely, fully and perfectly as if this contract and such payments had never been made; and in case of such default all payments theretofore made on this contract are to be retained by and belong to the sellers as the agreed and reasonable rent of the premises up to the time of such default. And the sellers, in case of such default, shall have the right immediately, or at any time thereafter, to enter upon the land aforesaid, without any process of law, and take immediate possession hereof, together with all the improvements and appurtenances thereon or thereto belonging.

The buyer further agrees that failure by the seller at any time to require performance by the buyer of any provision hereof shall in no way affect seller's right hereunder to enforce the same, nor shall any waiver by the sellers of any provision hereof be held to be a waiver of any succeeding breach of any such provision, or as a waiver of the provision itself.

Seller, seller's agents, and the holder of any existing encumbrance to which the lands and premises are subject may enter upon the lands and premises at reasonable times (upon reasonable prior notice to buyer) for the purpose of inspecting the property.

In case suit or action is instituted to foreclose this contract or to enforce any provision hereof, the losing party in the suit or action agrees to pay such sum as the trial court may adjudge reasonable as attorney's fees to be allowed the prevailing party in the suit or action and if an appeal is taken from any judgment or decree of the trial court, the losing party further promises to pay such sum as the appellate court shall adjudge reasonable as the prevailing party's attorney's fees on such appeal.

In construing this contract, it is understood that the seller or the buyer may be more than one person or a corporation; that if the context so requires, the singular pronoun shall be taken to mean and include the plural and the neuter, and that generally all grammatical changes shall be made, assumed and implied to make the provisions hereof apply equally to corporations and to individuals.

This agreement shall bind and inure to the benefit of, and the circumstances may require, not only the immediate parties hereto but their respective heirs, executors, administrators, personal representatives, successors in interest and assigns as well.

IN WITNESS WHEREOF, the parties have executed this instrument in duplicate; if either of the undersigned is a corporation, it has caused its name to be signed and its seal if any, affixed by an officer or other person duly authorized to do so by order of its board of directors.

THIS INSTRUMENT WILL NOT ALLOW USE OF THE PROPERTY DESCRIBED IN THIS INSTRUMENT IN VIOLATION OF APPLICABLE LAND USE LAWS AND REGULATIONS. BEFORE SIGNING OR ACCEPTING THIS INSTRUMENT, THE PERSON ACQUIRING TITLE TO THE PROPERTY SHOULD CHECK WITH THE APPROPRIATE CITY OR COUNTY PLANNING DEPARTMENT TO VERIFY APPROVED USES AND TO DETERMINE ANY LIMITS ON LAWSUITS AGAINST FARMING OR FOREST PRACTICES AS DEFINED IN ORS 30.930.

\* SELLER: Comply with ORS 93.905 et seq prior to exercising this remedy.

Timm Burr, Inc.

By: Gregory J. Decker, Vice President  
Gregory J. Decker, Vice President

Bobby Gene Holbrook  
Bobby Gene Holbrook

STATE OF OREGON, County of \_\_\_\_\_ ) ss.  
This instrument was acknowledged before me on \_\_\_\_\_, 19\_\_\_\_,

by \_\_\_\_\_, 19\_\_\_\_,  
This instrument was acknowledged before me on \_\_\_\_\_, 19\_\_\_\_,  
by \_\_\_\_\_,  
as \_\_\_\_\_,  
of \_\_\_\_\_

Notary Public for Oregon

My commission expires \_\_\_\_\_

ORS 93.635 (1) All instruments conveying title to any real property, at a time more than 12 months from the date that the instrument is executed and the parties are bound, shall be acknowledged, in the manner provided for acknowledgment of deeds, by the conveyer of the title to be conveyed. Such instruments, or a memorandum thereof, shall be recorded by the conveyer not later than 15 days after the instrument is executed and the parties are bound thereby.

ORS 93.990 (3) Violation of ORS 93.635 is punishable, upon conviction, by a fine of not more than \$100.

(Description Continued)

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Buyer:

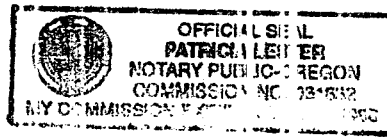
Bobby L. Holbrook



STATE OF Oregon, County of Deschutes ss.

Before me, a notary public in and for said county and state, personally appeared B. S. G. Hill known to me to be the person whose name is subscribed to the within instrument and acknowledged that he executed the same for the purpose therein contained.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal this 18 day of Aug 1994.



Patricia Lester  
Notary Public for Deschutes B.H.  
My Commission Expires: 4-1-98

Buyer:

Bobby L. Holbrook

STATE OF \_\_\_\_\_, County of \_\_\_\_\_ ss.

Before me, a notary public in and for said county and state, personally appeared \_\_\_\_\_ known to me to be the person whose name is subscribed to the within instrument and acknowledged that he executed the same for the purpose therein contained.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal this \_\_\_\_\_ day of \_\_\_\_\_ 1994.

Notary Public for \_\_\_\_\_ B.H.  
My Commission Expires: \_\_\_\_\_

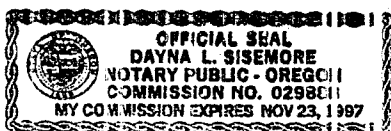
Seller:

Gregory J. Decker, Vice PresidentSTATE OF OREGON, County of Klamath ss.

Before me, a notary public in and for said county and state, personally appeared Gregory J. Decker, who, being duly sworn, did say that he is the Vice President of Timm Furr, Inc., known to me to be the person whose name is subscribed to the within instrument and he acknowledged that he executed the same for the purpose therein contained.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal this 4 day of January, 1995

Dayna L. Siseamore  
Notary Public for Oregon  
My Commission Expires: 11-23-97



STATE OF OREGON: COUNTY OF KLAMATH ss.

Filed for record at request of Klamath County Title Co the 5th day of Jan A.D., 19 95 at 3:19 o'clock P.M., and duly recorded in Vol. M95 of Books on Page 341

FEE \$45.00

Bernetha G. Letsch County Clerk

By Deirdre M. Siseamore