

AFTER RECORDING RETURN TO:

DEPARTMENT OF ENVIRONMENTAL QUALITY

UST COMPLIANCE SECTION

811 SW 6TH

PORTLAND, OR 97204.

DEPARTMENT OF
ENVIRONMENTAL
QUALITY**MORTGAGE****CONVEYANCE**

Giovanni Mangione (Mortgagor), in consideration of the conditional essential services grant of eleven thousand eight hundred five and 00/100 dollars (\$11,805), made available under the Underground Storage Tank Financial Assistance Program (OPS 466.705 to 466.835 as amended by Chapter 863 Oregon Laws, 1991), convey to Oregon Department of Environmental Quality (Mortgagee) the property described as Bonanza Minimart, Bonanza, OR, and located in Klamath County, Oregon. The legal description of the property being:

PARCEL 1: LOTS 1 & 2 BLOCK 5 EXCEPT THE WESTERLY 10 FT OF ORIGINAL TOWN OF BONANZA in the County of KLAMATH, STATE OF OREGON

PARCEL 2: THE EASTERLY 100 FT OF LOTS 8, 9, & 10, AND THE WEST 10 FT OF LOTS 1 & 2, BLOCK 5 ORIGINAL TOWN OF BONANZA in the County of KLAMATH, STATE OF OREGON

INTENT OF THE PARTIES AS TO THE EFFECT OF THIS MORTGAGE

This mortgage is intended to secure the reimbursement of the essential services grant in full if the mortgagor should not satisfy any condition of the grant.

CONDITIONS OF THE GRANT

The mortgagor shall repay the grant in full if the mortgagor or his legal representatives sells the above property or business reselling motor fuel within five years after receiving the latest grant disbursement. The latest grant disbursement is due to be received on August 8, 1994. If the mortgagor sells the property or business reselling motor fuel on or before August 8, 1999, without reimbursing the mortgagee the full amount of the grant, the mortgagor will not satisfy this condition.



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MORTGAGE (Continued)

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EFFECT OF SATISFACTION OF GRANT CONDITIONS

If the property or business reselling motor fuel is not sold on or before August 8, 1999, this mortgage shall be void. If the mortgagor reimburses the mortgagee the full amount of the grant, this mortgage shall be void.

EFFECT OF NOT SATISFYING GRANT CONDITIONS

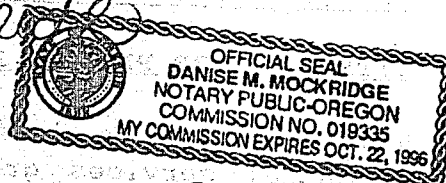
If the property or business reselling motor fuel is sold on or before August 8, 1999, and the mortgagor fails to repay the grant in full, then the mortgagee and his legal representatives may foreclose on this mortgage. Proceeds from the foreclosure and sale of the property sufficient to reimburse the mortgagee for the full amount of the grant may be retained by the mortgagee.

SIGNATURES

MORTGAGOR:

*[Signature]*Date: 7-14-94

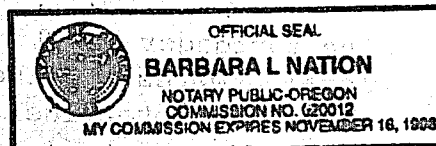
Notary Public:

*[Signature]*Expiration Date: 10-22-96

MORTGAGEE:

*[Signature]*Date: 8-9-94

Notary Public:

*[Signature]*Expiration Date: 11-16-96

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of _____ Dept. of Environmental Quality _____ the _____ 28th
of _____ 28th A.D., 19 95 at 9:03 o'clock A M., and duly recorded in Vol. M95 _____
of _____ Mortgages _____ on Page 7228

FEE \$15.00

Bernetha G. Letsch, County Clerk

[Signature]