

APPOINTMENT OF SUCCESSOR TRUSTEE

KNOW ALL MEN BY THESE PRESENTS, that Virgil L. Jochim and Rosemary L. Jochim is the grantor, and David A. Kubat, OSBA 84265, in care of T.D. Service Company is the Trustee, and U.S.A. acting through Rural Development (RD) (formerly known as Farmers Home Administration), and any successor agency thereto, U.S.D.A. is the beneficiary under that certain trust deed dated May 14, 1985, and recorded on May 14, 1985, in Volume M95, Page 7205, of the Mortgage Records of Klamath County, Oregon.

The undersigned, who is the present beneficiary under said trust deed desires to appoint a new trustee in the place and stead of the original trustee named above;

NOW THEREFORE, in view of the premises, the undersigned hereby appoints U.S.D.A. acting through the Oregon State Director, for Rural Development, whose address is 101 S.W. Main, Suite 1410, Portland, Oregon, as successor trustee under said trust deed; he to have all the powers of said original trustee, effective immediately.

In construing this instrument, 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, the undersigned beneficiary, a government agency, has hereunto set its agency name to be signed and affixed hereunto by its authorized officers.

DATED: January 29, 1997

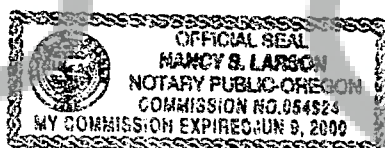
U.S.A., acting through
Rural Development USDA

By: Stanley G. Schmidt

STANLEY G. SCHMIDT
Acting State Director
Rural Development, acting on behalf
of the Rural Housing Service,
Successor in interest to the
Farmers Home Administration, State
of Oregon, United States Department
of Agriculture.

STATE OF OREGON)
) ss
COUNTY OF MULTNOMAH)

This instrument was acknowledged before me on
January 29, 1997, by STANLEY G. SCHMIDT, Acting State Director,
U.S.A., Rural Development, U.S.D.A.



Nancy S. Larson
Notary Public in and for
the State of Oregon
My commission expires: 06-09-00

AFTER RECORDING RETURN TO:

U.S. Dept. of Agriculture
1101 Ellen Ave.
Medford, Or. 97501

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of U.S. Dept. Of Agriculture the 6th day
of May A.D., 19 97 at 2:40 o'clock P. M., and duly recorded in Vol. M97
of Mortgages on Page 13828

FEE \$10.00

Bernethia G. Leisch, County Clerk
by Kathleen