

1999 JUN 17 AM 11:05

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MORTGAGE

7250-5431

I, (we), the undersigned David and Georgia Bollinger
(hereafter "Mortgagor" whether one or more) do hereby mortgage and warrant to The Pacesetter Corporation, a Nebraska corporation, a/k/a Pacesetter Products, Inc., (hereafter "Mortgagee"), its successors and assigns, that property legally described as:

A parcel of land in Section 32, Township 39 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows:

Beginning at the Northwest corner of the NE 1/4 of Section 32, Township 39 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon; thence South along the West line of the NE 1/4 NW 1/4 490.0 feet; thence East parallel to the North line of the NE 1/4 NW 1/4 205.0 feet; thence North parallel to the West line of the NE 1/4 NW 1/4 490.0 feet; thence West along (hereafter the "premises") to secure payment of a certain Retail Installment Sales Contract

Number 32734, dated May 13, 19 99, having an Amount Financed of \$ 3820.00 together with Finance Charges provided therein (hereafter the "indebtedness").

the North line of NE 1/4 NW 1/4 205.0 feet to the point of beginning, LESS a 60 foot right of way for Hill Road and subject to a 30 foot road easement lying Southerly and adjacent to the Hill Road, and a 15 foot easement along the East side of the parcel described.

Please return recorded instrument to: Pacesetter Corporation
12775 NE Marx Street
Portland OR 97230

23858 32734

The Mortgagor covenants with the Mortgagee, while this Mortgage remains in force, as follows:

1. To pay the indebtedness represented by the above-described Retail Installment Sales Contract together with all finance charges provided therein in the time and manner therein described.
2. To pay all taxes, assessments, water rates and other charges that may be levied or assessed upon or against the premises within 30 days after the same shall become due and payable.
3. To keep all the improvements erected on the premises continually intact and in good order and repair and to permit or suffer no waste of said premises.
4. If default shall be made in the payment of the indebtedness, or any part thereof, or in the performance of any of the covenants and agreements contained in the said Retail Installment Sales Contract and/or herein contained, the entire indebtedness secured hereby remaining unpaid shall at once become due and collectible if the Mortgagee so elects, without notice of such election.
5. In the event the ownership of the premises or any part thereof becomes vested in a person other than the Mortgagor, Mortgagee may deal with such successor or successors in interest with reference to this Mortgage and the indebtedness hereby secured in the same manner as with the Mortgagor, without in any manner vitiating or discharging the Mortgagor's liability hereunder, or upon the indebtedness hereby secured.

Mortgagor hereby waives any and all rights Mortgagor may have pursuant to Oregon Revised Statutes §88.040, commonly referred to as the "One Action Rule." Mortgagee may take action against Mortgagor and with respect to any security given by Mortgagor to Mortgagee under this Mortgage, the Retail Installment Sales Contract or otherwise in any order or simultaneously as Mortgagee may deem prudent.

Dated this 13 day of May, 19 99.

THE PACESETTER CORPORATION
a Nebraska corporation

By: Michailah S. Williams

Michailah S. Williams

David E. Bollinger
MORTGAGOR

David E. Bollinger

5-13-99
DATE

Georgia J. Bollinger
MORTGAGOR

Georgia J. Bollinger

5-13-99
DATE

State of Oregon

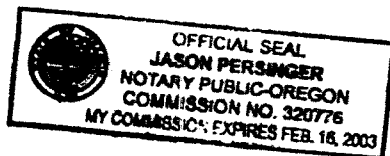
County of Klamath } ss.

The foregoing instrument was acknowledged before me on this 13 day of May, 19 99, by David & Georgia Bollinger, the above designated Mortgagor(s).

Notary Public Jason Persinger

Printed Name Jason Persinger State OR

My commission expires: Feb. 16, 2003



ACKNOWLEDGMENT OF NOTARY PRESENCE

I (We) hereby confirm that the Notary Public whose name appears within did personally appear, sign and seal this document in my (our) presence.

Initials: DEB Buyer AGB Co-Buyer

State of Oregon, County of Klamath
Recorded 6/17/99, at 11:05 a.m.

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Linda Smith,

County Clerk Fees 15 RR

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