

NLN

CONTRACT—REAL ESTATE

Vol M99 Page

45886



THIS CONTRACT, Made this First day of November, 1999, between  
Wendall G. Allen & Waneta M. Allen Husband & Wife  
 and Owen P. Watts, hereinafter called the seller,

and Owen P. Watts, hereinafter called the buyer,  
 agrees to sell unto the buyer and the buyer agrees to purchase from the seller all of the following described lands  
 and premises situated in Klamath County, State of Oregon, to-wit:

Beginning at an iron pin on the North 40 line which lies North 89° 49' West,  
 a distance of 508.51, from the iron pin which marks the Northeast corner of  
 Lot 3 in Section 31, Township 37, South, Range 9 East of the Willamette  
 Meridian, thence, continuing North 89° 49' West, a distance of 167.6  
 feet to an iron pin; thence South 26° 39' West 241.5 feet to an iron pin;  
 thence South 63° 21' East a distance of 150 feet to an iron pin; thence North  
 26° 39' East a distance of 316.3 feet more or less, to the place of beginning, being  
 situated in Lot 3 of said Section, Township and Range; (Subject To (See Reverse  
 Side of Conting

Property Also Known as Tax Lots - R-3709-0310B-00200-00  
 Legal - TWP 37- Range 9, Block Sec. 31 Lot 3, Acres 0.51  
 Property ID # R380073 Tax Lot - R-3709-0310B-00300-00  
 ID # R380082 Legal - TWP 37 Range 9, Block Sec 31 Lot 3, Acres 0.44

for the sum of Thirty Five Thousand Six Hundred Eighty Dollars (\$35,680.00),  
 hereinafter called the purchase price, on account of which One Thousand Dollars  
 Dollars (\$1,000.00) is paid on the execution hereof (the receipt of which is hereby acknowledged by the  
 seller); the buyer agrees to pay the remainder of the purchase price (to-wit: \$34,680.00) to the order of the  
 seller in monthly payments of not less than One Thousand Dollars  
 Dollars (\$1,000.00) each, for five months and 90 months at \$500.00 each  
payments

payable on the 5 day of each month hereafter beginning with the month of December, 1999,  
 and continuing until the purchase price is fully paid.

The true and actual consideration for this conveyance is \$35,680.00 (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 10 1/2 percent per annum from November 1st, 1999 until paid; interest to be paid  
Monthly and \* to be included in the minimum monthly payments above required. Taxes on the premises  
 for the current tax year shall be prorated between the parties hereto as of the date of this contract.

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.

The buyer shall be entitled to possession of the lands on November 1st, 1999, 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 seller harmless therefrom and reimburse seller for all  
 costs and attorney's fees incurred by seller in defending against any such liens; that buyer will pay all taxes hereafter levied against the  
 property, as well as all water rents, public charges and municipal liens which hereafter 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 \$35,680.00  
 in a company or companies satisfactory to the seller, specifically naming the seller as an additional insured, with loss payable first to the  
 seller and then to the buyer as their respective interests may appear and all policies of insurance to be delivered to the seller 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  
 seller 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 seller 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 the seller is a creditor, as such word is defined in the Truth-in-Lending Act and Regulation Z, the seller MUST comply with the Act and Regulation by  
 making required disclosures; for this purpose, use Stevens-Ness Form No. 1319 or equivalent.

Wendall G. & Waneta M. Allen  
Husband & Wife  
P.O. Box 1370 Newport, OR 97365  
 Seller Grantor's Name and Address

Owen P. Watts  
1285 Elderberry Ln.  
Klamath Falls, OR  
 Buyer Grantee's Name and Address

After recording return to (Name, Address, Zip):  
Wendall G. & Waneta M. Allen  
P.O. Box 1370  
Newport, OR 97365

Until requested otherwise send all tax statements to (Name, Address, Zip):  
Owen P. Watts  
1285 Elderberry Ln.  
Klamath Falls, OR 97601

SPACE RESERVED  
 FOR  
 RECORDER'S USE

State of Oregon, County of Klamath  
 Recorded 11/19/99, at 10:10 a.m.  
 In Vol. M99 Page 45886  
 Linda Smith,  
 County Clerk Fee \$ 35.00



The seller agrees that at seller's expense and within \_\_\_\_\_ days from the date hereof, seller 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 seller 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. Seller also agrees that when the purchase price is fully paid and upon request and upon surrender of this agreement, seller 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 encumbrances as of the date hereof and free and clear of all encumbrances since the date placed, permitted or arising by, through or under seller, excepting, however, the easements, restrictions and the taxes, municipal liens, water rent 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, punctually within 20 days of the time limited therefor, or fail to keep any agreement herein contained, then the seller 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 seller 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 rest in the seller without any act of re-entry, or any other act of the seller to be performed and without any right of the buyer of return, reclamation or compensation for moneys paid on account of the purchase of the property as absolutely, fully and perfectly as it be retained by and belong to the seller as the agreed and reasonable rent of the premises up to the time of such default. And the seller, 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 thereof, 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 seller of any breach 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.

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, as 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.

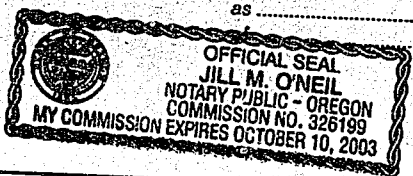
IN WITNESS WHEREOF, the parties have executed this instrument in duplicate; if either of the undersigned is a corporation, it has caused its name to be signed and its seal, if any, affixed by an officer or other person duly authorized to do so by order of its board of directors.

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 FEE TITLE TO THE PROPERTY SHOULD CHECK WITH THE APPROPRIATE CITY OR COUNTY PLANNING DEPARTMENT TO VERIFY APPROVED USES.

Wendell G. Allen  
Waneta M. Allen

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

STATE OF OREGON, County of Klamath ) ss.  
 This instrument was acknowledged before me on 11-18, 1999,  
 by Wendell G. Allen & Waneta M. Allen  
 This instrument was acknowledged before me on \_\_\_\_\_, 19\_\_\_\_,  
 by \_\_\_\_\_,  
 as \_\_\_\_\_



Jill M. O'Neil  
 Notary Public for Oregon  
 My commission expires 10/10/03

ORS 93.635 (1) All instruments contracting to convey fee 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 conveyor 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.

Subject To: Easements and Rights of Way of Record and Those Apparent on The Land is any. (Description Continued)

Buyer Owen P. Watts is Purchasing Property Located at 1285 Elderberry Ln. Klamath Falls, Oregon from Seller Wendell G. & Waneta M. Allen Husband & Wife AS IS, with No Promise of Improvements. Buyer may make improvements at his own expense. A \$25.00 late fee is payment goes past 10th of month.

11-1-99  
Owen P. Watts