

DEED OF RECONVEYANCE

Vol M01 Page 61802

Grantor: Pacific Cascades Financial, Inc., Trustee for Klamath First Federal Savings and Loan Association

Grantee: Michael D. Kern and Teresa G. Kern

After recording, return & send
tax statements to:

State of Oregon, County of Klamath
Recorded 12/04/01 9:18 a. m.
Vol M01, Pg 61802
Linda Smith, County Clerk
Fee \$ 21.00 # of Pgs 1

Michael and Teresa Kern
10810 Yonna Dr.
Bonanza, OR 97623

Consideration: PAYMENT OF LOAN

PACIFIC CASCADES FINANCIAL, INC., the trustee or successor trustee under that certain trust deed dated May 10, 1996 executed and delivered by Michael D. Kern and Teresa G. Kern, as grantor, Klamath First Federal Savings and Loan Association, as beneficiary, and recorded on May 10, 1996 in the Mortgage Records of Klamath County, Oregon, Volume M96 Page 13512 conveying real property situated in said county described in above mentioned trust deed, having received from the beneficiary under said trust deed a written request to reconvey, reciting that the obligation secured by said trust deed has been fully paid and performed, conveys to the person(s) legally entitled thereto, but without any express or implied covenant or warranty, all of the estate held by the undersigned in and to the property described in said trust deed.

In construing this instrument and whenever the context hereof so requires, the masculine gender includes the feminine and neuter and the singular includes the plural.

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 AND TO DETERMINE ANY LIMITS ON LAWSUITS AGAINST FARMING OR FOREST PRACTICES AS DEFINED IN ORS 30.930.

IN WITNESS WHEREOF, the undersigned trustee has executed this instrument.

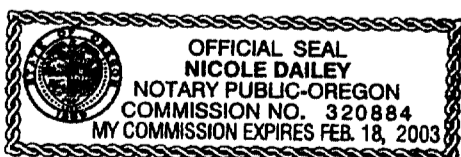
Dated: October 30, 2001

Pacific Cascades Financial, Inc.

By: [Signature]
Authorized Officer

STATE OF OREGON)
) SS
County of Klamath)

The foregoing instrument was acknowledged before me on October 30, 2001, by Ben A. Gay as the Executive Vice President for Pacific Cascades Financial, Inc., Trustee for Klamath First Federal Savings and Loan Association.



[Signature]
Notary Public for Oregon