

ASSIGNMENT OF NOTES AND LIENS (DEED OF TRUST)
(SBA Loan Sale #2)

THIS ASSIGNMENT OF NOTES AND LIENS (this "Assignment") is made by the U.S. SMALL BUSINESS ADMINISTRATION ("Assignor"), whose address is 490 Third Street, S.W., Washington, D.C. 20416, to LPP Mortgage Ltd. f/k/a Loan Participant Partners, Ltd., a Texas limited partnership, whose address is 6000 Legacy Drive, Plano, Texas 75024-3610 ("Assignee"), pursuant to the terms of that certain Loan Sale Agreement dated as of August 3, 2000 (the "Sale Agreement") between Assignor and Assignee.

THIS ASSIGNMENT WITNESSES THAT, in consideration of Ten Dollars (\$10.00) and other good and valuable consideration paid by Assignee, Assignor hereby assigns, transfers, sets over and conveys, effective as of August 31, 2000, to Assignee and its successors and assigns, without recourse and without representation or warranty, whether express, implied or created by operation of law, except as expressly set forth in the Sale Agreement, the following:

1. that certain DEED OF TRUST dated October 18, 1993 between **THOMAS L. KNAPP AND GLORIA A. KNAPP, WHO ACQUIRED TITLE AS GLORIA A. COUNSEL** ("Borrower") and **ADMINISTRATOR OF THE SMALL BUSINESS ADMINISTRATION** ("Lender"), and recorded on October 25, 1993 as Instrument # 70235 in Book M93 at Page 27986, in the Recorder's Office of KLAMATH County, OREGON, as amended or modified (the "DEED OF TRUST"), which secures that certain promissory note dated October 18, 1993 in the amount of \$129,300.00 (the "Note"), and encumbers the following described property:

SEE LEGAL DESCRIPTION ATTACHED AS EXHIBIT "A"

2. such other documents, agreements, instruments and other collateral that evidence, secure or otherwise relate to Assignor's right, title or interest in and to the DEED OF TRUST and/or the Note, including without limitation the title insurance policies and hazard insurance policies that might presently be in effect.

IN WITNESS WHEREOF, Assignor has caused this Assignment to be executed and delivered by its duly authorized agent as of this 19th day of November, 2001.

U.S. SMALL BUSINESS ADMINISTRATION, as Assignor

By: Michael S. Barnett
Michael S. Barnett, Attorney-in-Fact

State of TEXAS

County of COLLIN Before me, the undersigned authority, Notary Public, personally appeared Michael S. Barnett, who is personally well known to me (or sufficiently proven) to be the Attorney-in-Fact for the U.S. Small Business Administration, and the person who executed the foregoing instrument by virtue of the authority vested in him/her, and s/he acknowledged to me that s/he executed the same for the purposes and consideration therein expressed and in the capacities therein stated.

Given under my hand and seal this 19th day of November, 2001.

Mary Hui
Mary Hui, Notary Public
My Commission Expires: 6/7/2003



This Instrument Prepared By and When Recorded Return/Mail to:

Wayne Roberts
Carrington Mortgage Services, Inc.
1600 Pacific Avenue, Suite 2070
Dallas, TX 75201 (214) 220-7206

BEAL No.: 2282013895
SBA No.: 6004333009
Pool No.: 208
Barcode No.: 172122

State of Oregon, County of Klamath
Recorded 12/18/01 8:10 a. m.
Vol M01, Pg 64485-86
Linda Smith, County Clerk
Fee \$ 26.00 # of Pgs 2

EXHIBIT "A"

sors and assigns, all of the following described property situated and being in the County of Klamath State of Oregon; this real property is not currently used for agricultural, grazing or timber purposes.

Tract 19 and 20, Block 8, ALTAMONT ACRES, in the County of Klamath, State of Oregon, EXCEPTING THEREFROM that portion described as follows:

That portion of Lots 19 and 20, Block 8, ALTAMONT ACRES, in the County of Klamath, State of Oregon, more particularly described as follows:

Commencing at the Northwest corner of Lot 20; thence East along the North line of said Lot 20, a distance of 101 feet; thence South on a line parallel to and 101 feet distant from the West line of said Lots 20 and 19 to the South line of said Lot 19; thence West on the South line of said Lot 19 a distance of 101 feet to the West line of said Lot 19; thence North on the West line of said Lots 19 and 20 a distance of 215.6 feet, more or less, to the point of beginning, said tract of land being the Westerly 101 feet of said Lots 19 and 20 in Block 8, ALTAMONT ACRES.