

When Recorded Return To:
 Klamath First Federal Savings and Loan Association
 540 Main Street
 Klamath Falls, OR 97601
 Attn: Cathy Friend
 0900418167 Gearhard, Vernon M & Frances M

State of Oregon, County of Klamath
 Recorded 03/19/2003 3:05 pm.
 Vol M03 Pg 16643-44
 Linda Smith, County Clerk
 Fee \$ 20 # of Pgs 2

ASSIGNMENT OF DEED OF TRUST

For Value Received, the undersigned holder of a Deed of Trust (herein "Assignor") whose address is **540 Main Street, Klamath Falls, OR 97601**, does hereby grant, sell, assign, transfer and convey, unto **Principal Residential Mortgage, Inc., an Iowa Corporation** organized and existing under the laws of the United States (Herein "Assignee"), all beneficial interest under a certain Deed of Trust dated March 3, 2003, made and Executed by **Vernon M Gearhard and Frances M Gearhard**, to **Pacific Cascades Financial, Inc., Trustee**, upon the following described property situated in Klamath County, State of Oregon:

9868 Buesing Rd, Klamath Falls, Oregon 97603.

SEE "ATTACHED EXHIBIT A".

Such Deed of Trust having been given to secure payment of \$97,600.00 which Deed of Trust is of record in Book, Volume, or Liber No. 103, at page 1383 (or as No.) of the County Records of Klamath County, State of Oregon, together with the note(s) and obligations therein described, the money due and to become due thereon with interest, and all rights accrued or to accrue under such Deed of Trust.

TO HAVE AND TO HOLD, the same unto Assignee, its successors and assigns, forever, subject only to the terms and conditions of the above-described Deed of Trust.

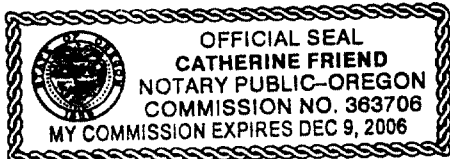
IN WITNESS WHEREOF, the undersigned Assignor has executed this Assignment of Deed of Trust on March 12, 2003.

Klamath First Federal Savings and Loan Association
 (Assignor)

By: Todd Ford

Todd Ford, Secondary Marketing Asst. Manager

Seal:



This Instrument Prepared By:

State of Oregon, County of Klamath ss:

This instrument was acknowledged before me on March 12, 2003, by
Todd Ford, Secondary Marketing Asst. Manager for Klamath First Federal Savings and Loan Association.

Catherine Friend
 Notary Public for Oregon
 My Commission Expires: 12/09/06

03 MAR 19 PM 3:05

Exhibit A

A parcel of land situated in the N 1/2 NE 1/4 of Section 5, Township 41 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon, and being more particularly described as follows:

Beginning at a 5/8" iron rod marking the Northeast corner of said Section 5; thence South 00° 47' 40" East a distance of 1321.07 feet to a 5/8" iron rod marking the Southeast corner of the N 1/2 NE 1/4 of said Section 5; thence North 89° 57' 47" West a distance of 2130.69 feet along the South line of said N 1/2 NE 1/4; thence North 00° 37' 30" West 1320.98 feet to a point on the North line of the NE 1/4 of said Section 5; thence South 89° 57' 50" East 2126.78 feet to the point of beginning.

A.P. *3/2*