After Recording, return to: Sterling Savings Bank **Mortgage Loan Servicing** 111 N. Wall St. Spokane, WA 99201 Loan No. 117733793

Vol. MO4 Page 36626

State of Oregon, County of Klamath Recorded 06/08/2004 9:13 a m Vol M04 Pg 3/66 2/6 Linda Smith, County Clerk Fee \$ 2/20 # of Pgs

DEED OF RECONVEYANCE

Grantor: Pacific Cascades Financial, Inc., Trustee for STERLING SAVINGS BANK, a Washington Corporation, Successor by merger of Klamath First Federal Savings and Loan Association

Grantee: Donald E. Bailey Sr. and Mary Ann Bailey, H&W

After recording, return & send tax statements to:

Don and Mary Ann Bailey 8740 Homedale Rd Klamath Falls OR 97603-8503

Consideration: PAYMENT OF LOAN

PACIFIC CASCADES FINANCIAL, INC., the trustee or successor trustee under that certain trust deed dated December 5, 1997 executed and delivered by **Donald E. Bailey Sr. and** Mary Ann Bailey, H&W Grantor, Klamath First Federal Savings and Loan Association, as beneficiary, and recorded on December 9, 1997 in the Mortgage Records of Klamath County, Oregon, Vol. M97, Page 40075 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. THE L MILLIAM

Dated: May 5, 2004

Pacific Cascades Financial, Inc.

Authorized Officer

STATE OF WASHINGTON)

County of Spokane

The foregoing instrument was acknowledged before me on May 5, 2004, by Kathy Harper, authorized signer for Pacific Cascades Financial, Inc., Trustee for STERLING SAVINGS BANK, a Washington Corporation, Successor by merger of Klamath First Federal Savings and Loan Association