*04 JUL 29 PM3:24

First American Title Insurance Company

After recording return to:

Forest products Federal Credit Union
P. O. Box 1179
Klamath Falls, Oregon
97601

Reference Number: K-57716*fl*
TDC Number:

DEED OF RECONVEYANCE

   FIRST AMERICAN TITLE INSURANCE COMPANY OF OREGON, an assumed business of Title Insurance Company of Oregon, hereinafter Trustee, under that certain Trust Deed dated October 3, 2001 executed and delivered by Michael F. Peterson and Mary J. Peterson as grantor, recorded on October 9, 2001 in the Mortgage Records of Klamath County, Oregon in book M-01 at page 51241, or as file/reel no., conveying real property situated in said county described as follows:

   The Southwesterly 2.5 feet of Lot 10 and the Northeasterly62.5 of Lot 9 Block 2, First Addition to Tonatee Homes, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.
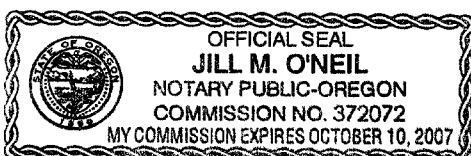
   Having received from the beneficiary under said trust deed a written request to reconvey, reciting that the obligation secured by said trust deed has been fully paid and performed, hereby does grant, bargain, sell and convey, but without any covenant or warranty, express or implied, to the person or persons legally entitled thereto, all of the estate held by the undersigned in and to said described premises by virtue of said trust deed.

DATED: June 22, 2004   FIRST AMERICAN TITLE INSURANCE COMPANY OF OREGON

                          By_____VICE PRESIDENT
STATE OF OREGON, County of Klamath)ss.

The foregoing instrument was acknowledged before me this 26th day of July, 2004, by Trudie Durant, Vice President of FIRST AMERICAN TITLE INSURANCE COMPANY OF OREGON, a corporation, on behalf of the corporation.

                          _____
OFFICIAL SEAL   Notary Public for Oregon
JILL M. O'NEIL   My commission expires: 10/10/07
NOTARY PUBLIC-OREGON
COMMISSION NO. 372072
MY COMMISSION EXPIRES OCTOBER 10, 2007