

- WARRANTY DEED -

D. L. EAYRS, Grantor, conveys and warrants to
 RICHARD H. BAILEY and DENISE L. BAILEY, husband and wife, Grantees,
 the following described real property situate in Klamath County,
 Oregon, free of all encumbrances, except as specifically set forth
 herein:

Lot 19, Block 10, Tract No. 1064, FIRST ADDITION
 TO GATEWOOD, in the County of Klamath, State of
 Oregon

SUBJECT TO AND EXCEPTING:

(1) regulations, including levies, liens and utility assessments of
 the City of Klamath Falls; (2) reservations, restrictions,
 easements and rights of way of record and those apparent upon
 the land.

The true and actual consideration for this transfer
 is Forty-eight Thousand Nine Hundred and 00/100ths (\$48,900.00)
 DOLLARS.

Until a change is requested, all tax statements shall
 be mailed to: Klamath First Federal, Shasta Plaza Branch

DATED this 27 day of Dec, 1978.

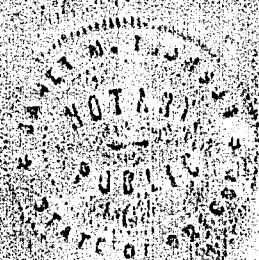
[Signature]

STATE OF OREGON)
) ss.
 County of Klamath)

DECEMBER 27, 1978

Personally appeared D. L. EAYRS the above named, and
 did say that he acknowledged the foregoing instrument to be his
 voluntarily act. Before me:

[Signature]
 Notary Public for Oregon
 My Commission expires: 8/23/79



RETURN OF OREGON; COUNTY OF KLAMATH; ss. *[Signature]*
 KFFSL
 filed for record at _____
 his 29th day of December A. D. 1978 at 3:18 o'clock PM., and
 duly recorded in Vol. M-78 of Deeds on Page 29093

Fee \$3.00

Wm. D. MILNE, County Clerk
[Signature]