RECORDED AT REQUEST OF:

GIACOMINI, JONES & ASSOCIATES Attorneys at Law 635 Main Street Klamath Falls, Oregon 97601

Vol. Page 2262

ASSIGNMENT OF LEASE

KNOW ALL MEN BY THESE PRESENTS That the undersigned do hereby bargain, sell, convey, and assign to VCP RANCH, LTD., an Oregon limited partnership, all of the undersigned's right, title and interest in and to that certain Farm Lease attached hereto as attachment "1" and thereby incorporated herein as though fully set forth hereat, affecting the designated real property, situate in Klamath County, Oregon, to-wit:

Township	40	South,	Range	11.	E.W.M.:

	Section 17:	Wiz, Wizseiz
f y	Section 18:	elnwi, elswi, swisel, elnel, neisel
_	Section 19:	Government Lots 2, 3, and 4; SELSWL, NELNWL, NEL
E.F.	Section 20:	Wiz, Wieneil, Wieseil
 	Section 29:	Winner, Sernwr, Winer, Swr, Wiser
3	Section 30:	Government Lot 1; Elanwa, Swane
Co		

Dated this 29 day of May, 1982.

T. Randall Pope

Virginia Lee Pape

STATE OF OREGON

COUNTY OF KLAMATH)

(SEAL)RSTINE L. PROCK NOTARY PUBLIC — OREGON My Commussion Expires Notary Public for Oregon

My Commission expires: /2/16/8#

J40 /

FARM LEASE, Made as of January 1, 1982, between J. RANDALL POPE and 2 VIRGINIA LEE POPE, husband and wife, as tenants in common, (hereinafter "Lessor"), and POPE RANCHES, INC., an Oregon corporation, (hereinafter called "Lessee"):

WITNESSETH:

8 RECITALS: Lessor and Lessee recite as follows:

WHEREAS, Lessor and Lessee have, since April 1, 1965, been parties to 11 a lease affecting the real property described herein, together with other 12 real property; and,

WHEREAS, the parties desire to cancel said lease of April 1, 1965, as 15 to the real property described herein; and,

WHEREAS, the parties have agreed to cancel said lease as to the real 18 property described herein and to have made the lease agreement contained 19 herein affecting the real property described herein;

21 AGREEMENT: For, and in consideration of, the covenants, agreements, and 22 stipulations herein contained, Lessor and Lessee agree as follows:

Lessor leases to Lessee, and Lessee rents from Lease of Farm: 25 Lessor, the following described real property, situate in Klamath County, 26 State of Oregon (hereinafter called "Farm"), for agricultural and related purposes only, to-wit:

Township 40 S., Range 11 E.W.M.:

Section 17: Wz, WzsEz.

Section 18: EZNWZ, EZSWZ, SWZSEZ, EZNEZ, NEZSEZ.

Government Lots 2, 3, and 4; SE4SW4, NE4NW4, Section 19: NEŁ.

Section 20: Wig, Wigner, Wiser.

Section 29: WINWE, SEENWE, WINEE, SWE, WISEE.

Section 30: Government Lot 1; EZNWZ, SWZNEZ.

- 2. Term: The term of this Lease is from year to year, but not more than 18 years, commencing on January 1, 1982, and ending December 31, 2000, at Midnight. The Lease shall automatically renew itself from year to year, 47 unless either party shall give the other written notice of termination at 48 least two (2) months before the termination of any annual term of the 49 Lease. If such notice of termination is given as provided for herein, the 50 Lease shall expire on the last day of the term of the Lease in which notice of termination is given.
 - Sale of Farm During Term: If the Farm is sold during the term of this Lease, this Lease shall terminate upon Lessor giving Lessee written notice of such sale, provided, however, that if such notice should be given to Lessee after Lessee shall have planted crops, and the same shall not have been harvested at the time of the giving of such notice, the right to possession shall continue until the harvesting of said crops.
 - Transfer of the Farm: Lessor may, at any time, transfer all, or any part of the Farm to any partnership (general or limited), corporation, or trust. Any such transfer shall be subject to all of the terms, covenants, and provisions of this Lease.
 - Rent: Lessee shall pay Lessor, without demand, the percentage of

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1 a farm product or amount set forth in Schedule "l" attached. 2 percentage of a farm product, the following provisions shall apply to the If rent is a 3 settlement and/or payment of rent: If the farm product is capable of 4 physical division at the time of harvest and storage, rent may either be 5 settled by physical division of the farm product (at the time of harvest 6 and storage) or Lessee, with Lessor's consent, may sell the farm product 7 for Lessor's and Lessee's account; if Lessee sells the farm product for the 8 account of Lessor and Lessee, Lessee shall promptly and duly record any 9 sale of any such farm product in books of account kept by Lessee (in 10 accordance with standard accounting practices applied on a consistent 11 basis) exclusively for the purposes of accounting under this paragraph and 12 about the thirty (20) days of the the calculation accounting under this paragraph and 12 shall, no later than thirty (30) days after the sale, provide Lessor with a 13 written statement of the gross sale proceeds together with a remittance to 14 Lessor of Lessor's percentage thereof regardless of whether the buyer has 15 paid for such farm product; Lessor, or Lessor's duly authorized agent, 16 attorney, or representative, shall have access to, at all times reasonable, 17 all books of account required by this paragraph for the purpose of 18 inspecting the same and making any copies or extracts thereof as Lessor may 19 desire; if Lessor shall make the examination provided for in this paragraph 20 for any 18 month period and the amounts shown by Lessee's statement to 21 Lessor for such 18 month period shall be found to be understated by more 22 than one per cent (1%), then Lessee shall pay to Lessor the cost of such 23 examination (otherwise such examination shall be at the expense of Lessor); 24 the acceptance by Lessor of any statement provided pursuant to this 25 paragraph shall not, within 18 months thereafter, preclude Lessor from 26 questioning the accuracy or the completeness thereof but Lessor may not 27 question such accuracy or completeness after the expiration of said 18 28 month period; Lessee shall not be required to preserve the books of account required by this paragraph for more than 18 months after the date of the period for which Lessee's statement is provided; should any statement provided pursuant to this paragraph be found to be inaccurate, or incomplete, adjustment shall be made forthwith in accordance with the true 33 condition of the transactions during the period represented by Lessee's 34 statement and Lessee shall pay Lessor forthwith any deficiency together 35 with simple interest thereon at the rate of ten per cent (10%) per annum 36 from the date the deficiency would have been paid had the statement given 37 been accurate; and the computation of a percentage of a farm product as 38 rent shall include all proceeds derived from Lessee's participation in any 39 governmental farm program relating to the real property described in this 40 Lease and all proceeds payable from any casualty insurance insuring any 41 crop grown on the real property described in this Lease. No partnership 42 shall be deemed created by this paragraph of this Lease. 43 44

- 4. Rights Reserved by Lessor: Lessor reserves the following rights concerning the use of the Farm:
 - a. <u>Use of Land</u>: Lessor shall determine, each year of the term of this Lease, the number of acres of the Farm which shall be devoted to crops and/or pasturage.
 - b. Crops: Lessor shall determine what type of seed shall be used; when the crop shall be planted, irrigated, fertilized, or chemically treated; and when the crop shall be harvested; where the crop shall be stored; and to whom, and for what price the crop shall be sold. For the purpose of implementing this provision, Lessor and Lessee shall meet prior to the commencement of each crop year during the term of this Lease and agree upon such acreage uses, and they shall confer on all crop management matters during each year; it being expressly understood and agreed that the decision of Lessor shall be final. Lessor shall have the right, at all times, to inspect all crops as grown.
 - c. <u>Livestock</u>: Lessor shall inspect the livestock regularly and report promptly to Lessee any care or health requirements for the maintenance of such livestock.

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- Hunting: Lessor reserves the right to control hunting on the Farm, including, without limiting the generality of the foregoing, the right and privilege to grant or refuse permission to hunt thereon and to post or not post said Farm against hunting.
- following the have shall Lessor Obligations: Lessor's obligations and duties:
 - Taxes And/Or Assessments On Farm: Lessor shall pay all ad valorem taxes and assessments levied or assessed against the Farm described in this Lease by any county, governmental body or political subdivision of the State of Oregon having the power to levy and/or assess and collect any such tax or assessment.
 - Quiet Possession: Lessor shall warrant and defend Lessee's possession of the Farm against any and all persons as long as this Lease remains in effect.
 - Cooperate In Governmental Agricultural Programs: Where the governmental agency administering any governmental agricultural program available for the Farm in which Lessee desires to participate requires the cooperation of Lessor with Lessee, Lessor shall do all acts necessary to cooperate with Lessee's participation in such governmental agricultural program.
- Lessee's Obligations: Lessee shall have, in addition to other 27 obligations of Lessee, the following obligations and duties:
 - Pay Rent: To pay the rent in the manner and form specified a. herein when due.
 - b. Appurtenant Leases: To pay any rent or charge or fee for any land for which the real property herein described shall have a right appurtenant thereto for the grazing of livestock, whether by lease, or permit, and to keep the same in current force and effect.
 - c. Use of Farm: To use the Farm for agricultural purposes only. To operate, manage, conserve, and maintain the Farm in a high state of husbandry at Lessee's sole cost and expense. To occupy, till, and in all respects, cultivate the Farm during the Lease term in a farmerlike manner according to the usual course of farming practice in the county. To comply with all applicable laws, ordinances, regulations, and rulings of any governmental or quasi-governmental entity or and rulings of any governmental of quasi-governmental entity of agency; not to permit the Farm to be used for illegal purposes; shall agency, not to permit the raim to be used for irregal purposes; shall not commit any waste or damage to the Farm. This covenant shall not commit any waste or damage to the Farm. This covenant shall not compliance with all minimum include, but not be limited to, compliance with all minimum requirements of all grantors or lessors of appurtenant leases, permits, or licenses however evidenced and the maintenance of fences, and ditches.
 - d. Permanent Pastures, Etc.: To not do any of the following without the written consent of Lessor: plow permanent pasture or meadowland; cut live trees for sale or personal uses (except for the benefit of Lessor); remove sand, gravel, minerals, geothermal energy, benefit of Lessor); remove sand, gravel, minerals, geothermal energy, or any subsurface material of any kind; erect, or permit to be or any subsurface material of any kind; erect, or buildings to erected, on the Farm any non-removable structures or buildings; to add any improvements to any structure or building; raze or remove any permanent structure or building or other permanent improvement.
 - Maintain Irrigation System: To, construct and maintain all necessary gravity irrigation ditches and/or provide and maintain all necessary equipment for any other type of irrigation system used.
 - Utilities: Lessee shall pay all utility charges for the operation of any irrigation or drainage pumps upon the Farm.

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- h. Not To Use Excessive Water: Not to use an excess of water in the irrigation of crops on the Farm; this to the end of preventing in the irrigation of crops on the rarm; this to the end or preventing an excessive build-up of salt content, water-logging and other similar Except as expressly
- conditions from developing. Furnish Implements and Labor, Etc.: Except as expressions, tools, provided otherwise, to furnish all farming implements, Louis, work, stock, seed, tractors, trucks, labor, and everything necessary to perform Lessee's covenants pertaining to the use of the Farm.
 - j. <u>Haul Materials</u>: To, haul all materials and/or parts for the maintenance and repair of Farm improvements.
 - Avoid Liens: To, at all times, protect Lessor and save Lessor harmless from and against any and all liens and/or claims of Lessor narmiess from and against any and are freeze and/of crafts of liens upon or against the Farm, improvements or equipment, or any part liens upon or against the rarm, improvements or equipment, or any part thereof, arising or created by, under or through Lessee, or any persons under contract with Lessee, persons employed by Lessee, or any persons under contract with Lessee.
 - 1. <u>Indemnify Lessor</u>: To save and hold Lessor harmless from, and to indemnify Lessor against, any of the following that may result by, from, or in any manner grow out of, any condition or present or by, from, or in any manner grow out of, any part of the Farm (or by, from, or in any manner grow out of, any condition of present of the farm (or future lack of repair of all, or any part of, the Farm (or improvements thereon), the past, present, or future condition or use improvements thereon) or any of the Farm (or improvements thereon) or any improvements thereon), the past, present, or future condition or use of all, or any part of, the Farm (or improvements thereon), or any of all, or any part of, or conduct of any person upon said Farm; act, omission, neglect, or conduct of any person of account of any death or liability to any person on the Farm, for or on account of any death or liability to such person or liability for any damage to property in or injury to such person or liability for any damage to property in the limiting the about the Farm. This covenant shall extend to (without limiting the about the Farm. injury to such person or madility for any damage to property in or about the Farm. This covenant shall extend to (without limiting the about the rarm. inis covenant snail extend to (without limiting the generality of the foregoing) claims, demands, judgments, court costs, generality of the foregoing) dence all of the loregoing, claims, demands, judgments, court costs, and attorney fees (both at trial or on appeal). This covenant shall not extend to any death or injury to any never on the form with the and attorney rees (poin at trial or on appear). This covenant shall not extend to any death or injury to any person on the Farm with the not extend to any death or injury to any person on the raim with the permission of Lessor or to any damage to property in or about the Farm permission of Lessor of to any damage to property in or about the Farm with the permission of Lessor. As part performance of this covenant, With the permission of Lessor. As part periormance of this covenant, Lessee shall maintain the comprehensive liability insurance required
 - Maintain Insurance: To, maintain in full force and effect m. Maintain Insurance: To, maintain in full force and effect a policy or policies of comprehensive liability insurance, including property damage, written by one or more responsible that will companies licensed to do business in the State of Oregon, the companies licensed to do business in the State of Oregon, and property and insure Lessee against liability for injury to persons and property and for death of any person or persons occurring in or about the premises. of Lessee by this Lease. for any one accident and not less than \$50 000 00 for any one accident and not less than \$50 000 00 for any one accident and not less than \$50 000 00 for any one accident and not less than \$50 000 00 for any one accident and not less than \$50 000 00 for any one accident and not less than \$50 000 00 for any one accident and not less than \$50 000 00 for any one accident and not less than \$50 000 00 for any one accident and not less than \$50 000 00 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and not less than \$50 000 for any one accident and accident and accident accident and for any one accident and not less than \$50,000.00 for property damage. Lessee shall provide Lessor with copies or certificates of all
 - No Assignment: Not to assign or hypothecate this Lease, nor n. No Assignment: Not to assign or hypothecate this Lease, nor any interest herein, nor let or underlet the said Farm, or any part thereof, without the consent in writing of Lessor first had and thereof, and the consent in the lease for any interest herein of policies. thereor, without the consent in writing or Lessor lirst had and obtained, and that neither this lease, nor any interest herein of lessee, shall be need another or transformble in proceedings by or obtained, and that neither this Lease, nor any interest neighbor of lessee, shall be assignable or transferable in proceedings by or against Lessee in execution, or in any manner by operation of law; and that any accionment transfer or subleage, voluntary or involuntary. against Lessee in execution, or in any manner by operation or law; and that any assignment, transfer or sublease, voluntary or involuntary, that any assignment, transfer or sublease, voluntary or involuntary, which shall be made in contravention of the provisions hereof, shall which shall be made in contravention of the losses and shall give losses the right or which shall be made in contravention of the provisions hereof, shall constitute a breach of this Lease, and shall give Lessor the right or rights for breach of any covenant herein provided. Lessor's consent which can be approximately as a second of the contract of the c rights for oreach of any covenant herein provided. Leader a consent to one assignment, sublease, hypothecation, or occupancy or use by other party shall not be a consent to any further or later assignment, other party shall not be a consent to any lutther of later assemble party. sublease, hypothecation or occupancy or use by another party.

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- Permit Lessor Entry: To allow Lessor, or anyone designated by Lessor, to enter the premises at any reasonable time to inspect the property, to work and make improvements as Lessor shall deem expedient, provided such entry and work by Lessor does not injure crops already growing on the Farm.
- p. Return of Farm: To, upon the expiration or sooner termination of this Lease, quietly yield possession of the Farm unto Lessor or Lessor's agents or assigns in as good order and condition as reasonable use and wear thereof permit, damage by the elements excepted.
- Not To Hold Over: Not to retain possession of the Farm q. Not To Hold Over: Not to retain possession of the later after the termination of this Lease and, if such possession is retained, to retain the same not as a new rental, but only at the will
- 7. Acceptance of Farm: Lessee hereby acknowledges that Lessee is 19 familiar with the quality of the soil and all soil conditions of the Farm 20 and is also familiar with the irrigation accessories and improvements upon said Farm; Lessee accepts the Farm without any warranty or guaranty on the 21 part of Lessor as to said Farm, and Lessee accepts the Farm as it now is.
- 8. Condemnation: If any portion of the Farm should be taken by any governmental agency or other entity having the power of eminent domain, or if any portion of the Farm should be sold to such governmental agency or body having the power of eminent domain in lieu of eminent domain to the power of eminent domain and proceeds from any such taking or sale. In the event any such taking or sale should exceed more than Fifty par cent proceedings, Lessor shall retain all proceeds from any such taking or sale.
 In the event any such taking or sale should exceed more than Fifty per cent
 of the farmable acreage of the Farm or the Farm shall become
 uneconomical to farm by reason of such sale or taking, either party may
 rescind this Lease. To the extent that there should be any growing crops
 on the Farm at the time of any such sale or taking by eminent domain
 the proceedings, and compensation should be payable therefor, the proceeds
 allowed for growing crops shall be divided between Lessor and Lessee in the
 same proportion as the crop would be divided as rent. 36 same proportion as the crop would be divided as rent.
 - 9. Arbitration: In the event of any dispute concerning any term, so covenant, or provision of this Lease, either party may submit such controversy to binding arbitration under the laws of the State of Oregon with the arbitrators to be selected in accordance with the rules and regulations of the American Arbitration Association. The parties intend to 42 regulations of the American Arbitration Association. The parties intend to 42 make the submission to arbitration provided for in the preceding sentence 44 an express condition precedent to any court action except for the breach of 45 Lessee's covenants to pay or perform the obligations set forth in this 46 Lease under the category of "Rent".
 - 10. Default of Lessee and Remedies of Lessor: Time is agreed to be 48 IV. Delault of Lessee and Remedles of Lessor: Time is agreed to be 49 the essence of this Lease. The following provisions shall govern what 50 constitutes Lessee's default and the Lessor's remedies therefor:
 - Events Of Default: Lessee shall be in default under this Lease upon the happening of any of the following events or conditions:
 - (1) Failure To Pay Rent: Lessee's failure to pay or perform (within 30 days of the date specified for such performance) the covenants pertaining to rent.
 - (2) Insolvency, Etc.: Insolvency of Lessee, business failure of Lessee, appointment of a receiver for Lessee by a State court, assignment by Lessee for benefit of Lessee's creditors, transfer of Lessee's interest herein by operation of law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein by a law, levy or execution upon Lessee's interest herein law, levy or execution upon lessee's law, levy or execution upon lessee law, levy or execution creditor of Lessee, or the commencement of any proceeding under any bankruptcy or insolvency law by or against Lessee, or any one or more of the foregoing.

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- Failure of Lessee to Perform After Notice: Failure of Lessee to perform any of Lessee's covenants (other than nonperformance specified in the immediately preceding Subparagraphs) after 30 days written notice by Lessor to Lessee of such nonperformance and failure.
- Remedies For Default: In the event of Lessee's default as aforesaid, Lessor shall have the following cumulative rights, which Lessor may, at Lessor's election, exercise sequentially or contemporaneously:
 - (1) Recover For Breach: Pursue any remedy provided by law to recover for the breach and continue the Lease in force.
 - Re-Enter Farm And Carry Out Lessee's Covenants: Re-enter the Farm and take full possession of the Farm and farm products and to do what is reasonable and necessary to carry out properly Lessee's covenants, or to repair the damage, and to this end, Lessor may furnish all the labor, machinery, equipment, fertilizer, seed, and materials necessary to carry out Lessee's covenants and charge Lessee's share of the costs of such operations or the amount of such damage, or both to Lessee, the amount of such charge to become a lien against Lessee's share of the farm products.
 - Declare Lease Forfeited: Declare the Lease forfeited and, re-enter the Farm and take possession of the Farm and farm products and remove Lessee, Lessee's property, and all persons claiming by or through Lessee, therefrom, and recover all damages provided by law.
 - (4) Obtain Receiver: Obtain, ex parte from a court of competent jurisdiction, the appointment of a receiver to take possession of the Farm, and/or all accretions thereto and all farm products.

37 For the purposes of this paragraph, damages shall include the worth at the 38 time of the award of the amount by which the unpaid rent for the balance of 39 the term after the time of the award exceeds the amount of such rental loss 40 for the same period that Lessee can prove could be reasonably avoided. 41 Nothing herein contained shall be deemed to prevent or prohibit Lessor from 42 reletting the Farm in an effort to mitigate damages, from the implementa-43 tion of all remedies now of hereafter provided by law, nor preventing 44 Lessor from electing any part of the remedies available to Lessor.

- 11. Nonwaiver: Lessor's waiver of a breach of a covenant or 47 condition of this Lease is not a waiver of the covenant or condition 48 itself, or any subsequent breach of it, or of any other covenant or 49 condition herein. Lessor's subsequent acceptance of rent herein is not a 50 waiver of any preceding breach by Lessee of a covenant or condition of this 51 Lease, other than of Lessee's failure to pay when due the rent accepted.
- 53 12. Attorney Fees: In the event either party institutes any suit or 54 action against the other to recover any rent, or for the breach of any 55 agreement or condition herein contained, or if any summary action be 56 brought by Lessor for the forfeiture of this Lease or to recover the 57 possession of said premises, the prevailing party shall recover from the 58 other party reasonable attorney fees to be fixed by the court for both 59 trial and on appeal.
- 13. Notices: Any notice by any party to the other required by this 62 Lease shall be deemed to have been fully given when written and deposited 63 in a sealed envelope with the United States Postal Service as certified 64 mail with postage prepaid and addressed to the party to receive the same at 65 the following addresses: 66 / / /

Lessor

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Lessee

J. RANDALL POPE VIRGINIA LEE POPE Star Route, Box 28 Merrill, OR 97633

POPE RANCHES, INC Star Route, Box 28 Merrill, OR 97633

- No Partnership And Lessee Independent Contractor: Notwithstandg ing anything else provided herein, nothing contained herein shall be con-10 strued as creating a general partnership between Lessor and Lessee. Lessee shall, at all times, be an independent contractor and the manner and means 12 of Lessee's performance of Lessee's covenants shall be Lessee's responsi-13 bility. Lessee shall be entirely and solely responsible for Lessee's own 13 Difference and the acts of Lessee's agents, employees, and subcontractors, 15 engaged in Lessee's undertaking specified in this Lease.
- Obligations Joint and Several: All obligations created by this 18 Lease shall be joint and several.
- l6. Entire Agreement: This Lease embodies the entire agreement of parties. It may not be modified or terminated except as provided 21 the parties. 22 herein, or by other written agreement.
- Each party to this Lease Waiver of Conflict of Interest: 25 understands that the firm of Giacomini, Jones & Associates, Attorneys at 26 law, A Professional Corporation, 635 Main Street, Klamath Falls, Oregon 27 97601, has assisted the parties in drafting this Lease. Each party under-28 stands that, to the extent that a conflict of interest should otherwise 29 arise in the performance of such services, each has acknowledged such 30 conflict and each, with the opportunity to consult independent counsel, has 31 consented to the preparation of this Lease by said firm of attorneys.
- 18. Construction: All agreements and covenants contained herein are 34 severable, and in the event any of them shall be held to be invalid by any 35 competent court, this Lease shall be interpreted as if such invalid agree-36 ments or covenants were not contained herein. The headings contained in 37 this Lease are for convenience only and are not to be construed as part of 38 this Lease. The singular shall include the plural, the plural shall in-39 clude the singular, the neuter shall include the masculine and the femi-40 nine, and the masculine the feminine and the neuter, whenever the context 41 shall require. This Lease shall not be construed against the party prepar-42 ing it, but shall be construed as if all parties prepared it. Any such ex-43 hibit attached hereto is incorporated into this Lease as though fully set 44 forth at the place in this Lease at which reference to such exhibit is 45 made. All rights and liabilities hereunder shall be determined in accord-46 ance with the laws of the State of Oregon.
- Binding Effect: Subject to the provisions hereinabove contained 49 against the transfer, assignment and sublease, this Lease shall bind and 50 inure to the benefit of the heirs, executors, administrators, successors 51 and assigns of the respective parties hereto.

WITNESS the signatures of the parties hereto in duplicate; any corpor-54 ate party by its officers pursuant to resolution of its board of directors.

LESSOR

LESSEE POPE RANCHES.

W. SREGON

1 STATE OF OREGON ss: Before me on the 19th day of May 1982,
6 personally appeared J. RANDALL POPE and VIRGINIA LET POPE and acknowledged 2 County of Klamath the foregoing instrument to be their voluntary act and deed. NOTARY PUBLIC FOR OREGON My Commission Expires: 12/16/89 KIRSTINE L. PROCK NOTARA PUBLIC — CREGON My Commission Expires 15 STATE OF OREGON 56: 17 County of Klamath Before me on the day of VIRGINIA ZEE POPE and each for birectification and the day of th 20 personally appeared J. KANDALL POPE and VIRGINIA ZEE POPE and each for 21 himself and not one for the other, did say that the former is the president 22 and that the latter is the secretary of POPE RANCHES, INC., an Oregon 23 corporation, and that the seal affixed to the foregoing instrument is the 23 corporate seal of said corporation and that 23 corporation, and that the sear arrixed to the foregoing instrument is the 24 corporate seal of said corporation and that said instrument was signed and 24 corporate Sear of Said Corporation and that Said Instrument was signed and 25 sealed in behalf of said corporation by authority of its board of 26 directors; and each acknowledged the foregoing instrument to be its 27 voluntary act and deed. NOTARY PUBLIC FOR OREGON My Commission Expires: 18/16/6 KREANE PROCK - OREGON NOTARY PUBLIC My Commission Lapires

SCHEDULE "1"

The following is a schedule of percentage or amount of farm products as rent and due dates of same:

rent and due	dates of same:			Initials
ffective Date 5/1/82	<u>Crop</u> Potatoes	Rental	Due Date On or before May 30, 1983	7
5/1/82	Alfalfa	30% of gross	On or before May 30, 1983	
5/1/82	Grain	33% of gross	On or before May 30, 1983	- 199
5/1/82	Livestock	\$10 per pair; \$ 8 yearlings of all sexes	On or before May 30, 1983	
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	<u>.</u>			
STATE O I herek record and du	ly recorded in V	Y OF KLAMATH ;ss the within instr of <u>Feb</u> A.D. ol M83 , of EVE	rument was received.,1983 at 11 Deeds on ON BIEHN COUNTY	ved and filed for 29 o'clock F page 2262 CLERK Deputy
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