STATE OF OREGON

ERCIAL CODE—FINANCING STATEMENT—FORM OF THE PAGE Enclose fee of \$3.75 per name listed plus \$2.00 per trade name. This form is to be filed only with the Secretary of State. Send the Alphabetical, Numerical and Acknowledgment copies with interleaved carbon paper intact; to the filing officer, The Debtor(s) and Secured Party(les) copies are retained by party making the filing. retained by party making the tilling.

If the space provided for any item(s) on the form is inadequate, the item(s) should be continued on additional sheets, size 5" × 8". Only one copy of such additional sheets, need be presented to the filing officer, Long schedules of collarers, indentures, etc. may be on any size paper that is convenient for the secured party. At the time of original filling, filling officer will return acknowledgment copy to the assignee if noted on form or secured party. If secured party requires acknowledgment of long schedules of collateral, two copies should be presented and one will be returned. or long schedules of collateral, two copies should be presented and one will be returned.
When a copy of the security sgreement is used as a financing statement, it is requested that it be accompanied by a completed UCC-21 form. Enclose \$5.00 plus \$3.75 per debtor more than one, and \$2.00 per trade name.
When filling is to be terminated the acknowledgment copy may be sant to the filling officer signed by the secured party or assignee or he may use Form UCC-3 as a This FINANCING STATEMENT is presented to filing officer pursuant to the Uniform Commercial Code. 1A. Debter(s.: 2A. Secured Party(les): DANIEL LEE SMITH Filing Officer Use Only THE FEDERAL LAND BANK TERRI RUTH SMITH OF SPOKANE 18. Mailing Address(es): 28. Address of Secured Party from which security information obtainable: HC 63 Box 592-B M87 Page 8027 900 Klamath Avenue Chiloquin, OR 97624 0. Box 148 lamath Falls. 3. This financing statement covers the following types (or items) of collateral (ORS 79.4020): 1 40 H.P. G.E. Motor, 1765 RPM Serial No. WGJ 6873933 Peerless Turbine Pump, Serial No. F11924 4A. Assignee of Secured Party(les) if any: Located on that certain real property in Klamath County, Oregon, as more particularly described in Exhibit "A" 4B. Address of Assignee from which attached hereto and made a part hereof as if security information obtainable: fully written herein. "FIXTURE FILING" Check box if products of collateral are also covered No. of additional sheets attached "Signature(s) of Debtor(s) required in most cases. Signature(s) of Secured Party(ies) in cases covered by ORS 79,4020. Signature(s) of Debtor(s)* Signature(s) of Secured Party(ies) or Assignee(s) This form of Financing Statement approved by the Secretary of State. STANDARD FORM-UNIFORM COMMERCIAL CODE-FORM UCC-1 STEVENS-NESS LAW PUBLISHING CO., PORTLAND, OR. 97204 FILING OFFICER - ALPHABETICAL

PARCEL 1

Township 35 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon.

S1/2 S1/2 N1/2 NE1/4, S1/2 NE1/4, SE1/4 and that portion of the S1/2 N1/2 SE1/4 NW1/4, S1/2 SE1/4 NW1/4, N1/2 Section 31: SW1/4 and the SE1/4 SW1/4 lying East of the Sprague River.

That portion of the S1/2 SW1/4 lying West of the Sprague Section 32: River.

Township 36 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon.

Lot 4, SW1/4 NW1/4 and that portion of Lot 3 and the SE1/4 Section 5: NW1/4 lying West of Sprague River

Section 6: Lots 1 and 2, S1/2 NE1/4

PARCEL 2

Township 36 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon.

That portion of Lot 3, SE1/4 NW1/4 and the NE1/4 SW1/4 Section 6: lying East of the Sprague River

Said property is subject to:

- The assessment roll and the tax roll disclose that the premises herein described have been specially assessed as Farm Use Land. If the land becomes disqualified for the special assessment under the statute, an additional tax may be levied; in addition thereto a penalty may be levied if notice of disqualification is not timely given. Any such additional tax or penalty shall be the sole responsibility of Buyers (grantees) (a) (grantees).
- Rights of the public in and to any portion of the herein described premises lying within the limits of streets, roads (b) or highways.
- Rights of the public and of governmental bodies in and to that portion of the premises herein described lying below the high (c) water mark of the Sprague River.
- Reservations and restrictions, including the terms and pro-Reservations and restrictions, including the terms and provisions thereof, as set forth in Land Status Reports recorded November 24, 1958 in Volume 306, Page 582, recorded November 24, 1958 in Volume 306, Page 606, recorded December 22, 1958 in Volume 308, Page 115, recorded January 12, 1959 in Volume 308, Page 463, recorded January 13, 1959 in Volume 308, Page 308, Page 463, recorded January 13, 1959 in Volume 308, Page 339, and recorded September 10, 1956 in Book 303 at Page 528, all Deed Records of Klamath County, Oregon. (d)
- (e) Right of Way Agreement, including the terms and provisions thereof, for gas transmission lines on location thereof, recorded March 21, 1960 in Volume 319, Page 569, recorded April 19, 1960 in Volume 320 at Page 367, recorded September 21, 1961 in Volume 332, Page 346, recorded September 25, 1961 in Volume 332, Page 456, all Deed Records of Klamath County, Notice of Location, including the terms and provisions there-of, recorded January 17, 1979 in Volume M79, Page 1316 and 1325, Microfilm Records of Klamath County, Oregon.

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(f) An easement created by instrument, including the terms and provisions thereof; recorded June 20, 1979 in Volume M79; Page DS James R. Goold and Gerald E. Gertner and Joyce E. Cortner for OR perpetual non-exclusive easement to use 15 foot strip heing the North 15 feet of 8 1/2 SW 1/4 Section 32 West of

- An easement created by instrument, including the terms and provisions thereof, dated March 14, 1984, recorded August 3, 1984 in Volume M84, Page 13315, Microfilm Records of Klamath County, Oregon, in favor of Telephone Utilities of Eastern Oregon, Inc. for underground electric facilities. River. (g)
- (h) An easement created by instrument, including the terms and provisions thereof, dated March 14, 1984, recorded January 8, 1985, in Volume M85, Page 325, Microfilm Records of Klamath County, Oregon in favor of Telephone Utilities of Eastern Oregon, Inc. for underground electric facilities...
 - Rights of redemption under Mortgage Foreclosure and such further exceptions as may appear upon the exercise thereof Within the time allowd by law. Suit No. 86-267 CV. sold at Sheriff's Sale on November 17, 1986.
 - (j) Execution and recordation of proper Sheriff's Deed to vestees.
 - Lack of right of access to and from said land. The within described property does not appear of record to have access to a public street or way.
 - This instrument will now allow use of the property described in this instrument in violation of applicable land use laws 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 the person acquiring fee title to the property should check with the appropriate city or county planning department to verify approved uses. verify approved uses.

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		Y OF KLAMATH: SS.		_ the day
STATE OF	OREGON: COUNT	Y OF KLAMATH: ss. Mountain Title Comp	o'clock PM., and duly re	corded in Vol.
Filed for	£	A.D., 19 87 at 2:47 Mortgages	o'clock on Page 8027 Evelyn Biehn,	ounty Clerk
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