

Until a change is requested, all  
tax statements shall be sent to:

The Travelers Insurance Company  
960 Broadway, Suite 310  
Boise, ID 83706-3623  
Attn: Donald S. Reed

After recording, return to:

Dean P. Givold 1187 Page 16854  
1408 Standard Plaza  
Portland, OR 97204

79382

ATE 30754

NONMERGER QUITCLAIM DEED AND BILL OF SALE (JORGENSEN)

This Nonmerger Quitclaim Deed dated August 14,  
1987, is between Richard J. Jorgensen and Erna D. Jorgensen  
("Grantor"), and The Travelers Indemnity Company, a Connecticut  
corporation ("Grantee").

Grantor formerly owned, and may have a current interest  
in, the real property described in the attached Exhibit "A" (the  
"Real Property") and the personal property described in the  
attached Exhibit "B" (the "Personal Property").

Grantor is indebted to Grantee pursuant to certain loan  
documents made and executed by Grantor and delivered to Grantee.  
Such indebtedness ("Indebtedness") is secured by the Real  
Property and the Personal Property (collectively referred to as  
the "Property").

Grantor and Grantee agree that the indebtedness is in  
default and subject to immediate foreclosure; that all notice  
provisions have been complied with; that all grace periods have  
either expired or been waived by Grantor; that Grantee has  
declared Indebtedness due and payable; and that the value of the  
Real Property, and the improvements thereon, and the Personal  
Property constituting security for the loan is less than the  
outstanding principal amount of an interest accrued on the note.

The parties to desire to terminate the right, title and interest, if any, of Grantor in and to the Real Property and the Personal Property.

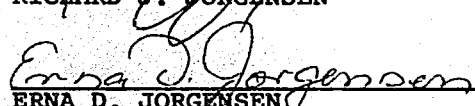
WHEREFORE, for good and valuable consideration, Grantor hereby releases and quitclaims to Grantee, its successors and assigns, all right, title and interest of Grantor in and to the Property and all interest, easements, rights, privileges, fixtures and appurtenances now or hereafter belonging to, located on or used in connection with the Property.

Grantor acknowledges and agrees that the conveyance of the Property to Grantee according to the terms of this Nonmerger Quitclaim Deed is an absolute conveyance of all of Grantor's rights, title and interest in and to the Property, in fact, as well as in form, and was not and is not now intended as a mortgage, trust conveyance, deed of trust, or other security instrument of any kind; that Grantor shall have no further interest or claim in and to the Property or to the proceeds and profits that may be derived therefrom of any kind whatsoever; that any rights of Grantor to possession of the Property hereby is surrendered and delivered to the Grantee; that in executing this Nonmerger Quitclaim Deed, Grantor is not acting under any misapprehension as to the effect thereof or any duress, undue influence, or misrepresentation by Grantee or its representatives, agents or attorneys; that Grantor has been and is represented by counsel; that this deed is not given as a preference over other creditors of Grantor; that at this time Grantor is solvent.

It is the express intent of the Grantor and Grantee that the interests of the Grantee and of the Grantor in the Property shall not merge so as to forfeit or in any way prejudice the rights of Grantee with respect to the Property. But shall be and remain in all times separate and distinct, notwithstanding any union of said interests in the Grantee at any time by purchase, termination or otherwise; and that the lien of the Grantee in the Property shall be and remain at all times a valid and continuous lien upon the Property.

Grantor does hereby waive, surrender, convey and relinquish any equity of redemption and/or statutory rights of redemption Grantor may have concerning the Property.

  
RICHARD J. JORGENSEN

  
ERNA D. JORGENSEN

STATE OF OREGON       )  
                              ) ss.  
County of Coos        )

This instrument was acknowledged before me on this 14  
day of August, 1987, by Richard J. Jorgensen.

W. T. To  
Notary Public for Oregon  
My commission expires: 4-9-88

STATE OF OREGON       )  
                              ) ss.  
County of Coos        )

This instrument was acknowledged before me on this 14  
day of August, 1987, by Erna D. Jorgensen.

W. T. To  
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## EXHIBIT "A"

Township 39 South, Range 12 East of the Willamette MeridianSection 6:  $E\frac{1}{2}SW\frac{1}{4}$ ,  $NW\frac{1}{4}SE\frac{1}{4}$ Section 7: Lots 1, 2, 3, 4,  $E\frac{1}{2}NW\frac{1}{4}$ ,  $E\frac{1}{2}SW\frac{1}{4}$ ,  $S\frac{1}{2}SE\frac{1}{4}$ Section 17:  $W\frac{1}{2}NW\frac{1}{4}$  and that portion of the  $NE\frac{1}{4}NW\frac{1}{4}$  West and North of the Horsefly Irrigation District Canal.Section 18: Lot 1,  $E\frac{1}{2}NW\frac{1}{4}$ ,  $NE\frac{1}{4}$ ,  $NE\frac{1}{4}SE\frac{1}{4}$ , and all those portions of Lots 2 and 3 and the  $NE\frac{1}{4}SW\frac{1}{4}$ ,  $NW\frac{1}{4}SE\frac{1}{4}$ , and  $SE\frac{1}{4}SE\frac{1}{4}$  lying North of Lost River.

All in Klamath County, Oregon.

## EXHIBIT "B"

Section 2: Collateral.

The debtor hereby grants the secured party a security interest in the following described property, now owned or hereafter acquired by debtor, together with all accessories, substitutions, additions, replacements, parts and accessions affixed to or used in connection therewith, as well as the products and proceeds thereof (hereinafter called collateral). Debtor represents that the primary use of the collateral is for use in the debtor's business. This security interest is given to secure the payment of debtor's debt to the secured party as evidenced hereby by debtor's note of even date herewith payable to the secured party in the amount of \$240,000.00, payable on the terms and at the times and with interest as set forth in said note, and including all debts and liabilities arising from additional advances hereafter made by secured party to debtor (said note and said liabilities hereinafter collectively are called the obligations):

2.1 All farming machinery, tools, equipment, repair parts, irrigation equipment and related accessories or facilities, and interests and equities therein, including, but not limited to, the following:

Item No.	Quantity	Article	Make	Model	Year Mfd.	Serial or Motor No.
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Irrigation equipment and appurtenances and additions thereto and replacements thereof as described on the attached Schedule A.

## SCHEDULE "A"

- |           |  |   |  |  |  |  |
|-----------|--|---|--|--|--|--|
| 1         |  | 30 hp General Electric Motor, Serial No. PSJ 386312 direct connected to 1 Rancher Turbine Pump (no serial number) |  |  |  |  |
| 1         |  | 75 hp Berkeley Centrifugal Pump, Serial No. 7972129   |  |  |  |  |
| 1         |  | Size 4 Pumping Plant Panel  |  |  |  |  |
| 1         |  | 8" Butterfly Valve  |  |  |  |  |
| 1         |  | 36" Screened Sump   |  |  |  |  |
| 1         |  | 42" Sump with 2 Screens   |  |  |  |  |
| 3         |  | 50 hp Berkeley Centrifugal Pumps: Serial Nos. 7971894, 7971897, and 7971896                                       |  |  |  |  |
| 3         |  | Size 3 Pumping Plant Panels   |  |  |  |  |
| 3         |  | 5" Check Valves   |  |  |  |  |
| 3         |  | Priming Pumps   |  |  |  |  |
| 3         |  | Suction Discharges  |  |  |  |  |
| 1100 feet |  | Buried PVC 8" Mainline  |  |  |  |  |
| 1100 feet |  | Buried PVC 6" Mainline  |  |  |  |  |
| 73 pcs.   |  | 10" x 30' Aluminum Mainline w/Coupler   |  |  |  |  |
| 30 pcs.   |  | 10" x 30' Aluminum Mainline w/Valves  |  |  |  |  |
| 48 pcs.   |  | 8" x 30' Aluminum Mainline w/Coupler  |  |  |  |  |
| 50 pcs.   |  | 8" x 30' Aluminum Mainline w/Valves   |  |  |  |  |
| 44 pcs.   |  | 6" x 30' Aluminum Mainline w/Coupler  |  |  |  |  |
| 44 pcs.   |  | 6" x 30' Aluminum Mainline w/Valves   |  |  |  |  |
| 6 pcs.    |  | 10" x 20' PVC Pipe (for under road)   |  |  |  |  |
| 1         |  | 10" End Tee   |  |  |  |  |
| 1         |  | 10" x 6" Reducer  |  |  |  |  |
| 2         |  | 10" x 8" Reducers   |  |  |  |  |
| 3         |  | 8" x 6" Reducers  |  |  |  |  |
| 4         |  | 6" Surge End Plugs  |  |  |  |  |
| 1         |  | 8" Field 90°  |  |  |  |  |
| 3         |  | 10" Doglegs w/Air Vents   |  |  |  |  |
| 1         |  | 10" Green Tee   |  |  |  |  |
| 2         |  | 10" Butterfly Valves w/Flinger and Discharge 10"  |  |  |  |  |
| 8         |  | Wade Rain Wheelmove Aluminum Sprinkler Laterals comprised of:   |  |  |  |  |
| 444 pcs.  |  | 5" x 40' Aluminum Torque Tube w/Fittings  |  |  |  |  |
| 16 pcs.   |  | 5" x 20' Aluminum Torque Tube w/Fittings  |  |  |  |  |
| 460       |  | Rainbird 30E Sprinkler Heads  |  |  |  |  |
| 460       |  | Jensen Levelers w/90° Ell   |  |  |  |  |
| 13        |  | Flushing End Plugs  |  |  |  |  |
| 3         |  | Starter Couplers  |  |  |  |  |
| 5         |  | Centerfeeds   |  |  |  |  |
| 8         |  | 4" x 15' Mover Bases  |  |  |  |  |
| 8         |  | 4 x 4 VOE   |  |  |  |  |
| 5         |  | Steering Bars   |  |  |  |  |

(NOTE: The present assembly is 8 wheel lines of following length in feet: 2640, 2640, 2640, 1320, 1950, 1850, 2640, and 2400.)

33 pcs. 3" x 30' Aluminum Handmove Sprinkler Line

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Aspen Title Company the 16th day of September A.D., 19 87 at 4:11 o'clock P.M., and duly recorded in Vol. M87 of Deeds on Page 16854.

FEE \$26.00

Evelyn Biehn, County Clerk  
By Ann Smith