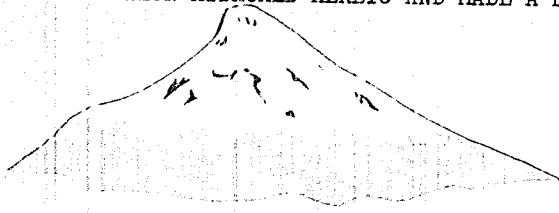


SEE LEGAL DESCRIPTION ATTACHED HERETO AND MADE A PART HEREOF.



"This instrument will not allow use of the property described 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 with the appropriate city or county planning department to verify approved uses."

To Have and to Hold the same unto the said grantee and grantee's heirs, successors and assigns forever.
And said grantor hereby covenants to and with said grantee and grantee's heirs, successors and assigns, that grantor is lawfully seized in fee simple of the above granted premises, free from all encumbrances EXCEPT those of record and apparent upon the land, if any, as of the date of this deed,

grantor will warrant and forever defend the said premises and every part and parcel thereof against the lawful claims and demands of all persons whomsoever, except those claiming under the above described encumbrances.

The true and actual consideration paid for this transfer, stated in terms of dollars, is \$ 115,000.00

In construing this deed and where the context so requires, the singular includes the plural and all grammatical changes shall be implied to make the provisions hereof apply equally to corporations and to individuals.

In Witness Whereof, the grantor has executed this instrument this 25th day of July, 1988; if a corporate grantor, it has caused its name to be signed and seal affixed by its officers, duly authorized thereto by order of its board of directors.

Dean A. High

(If executed by a corporation,
affix corporate seal)

STATE OF OREGON,
County of Klamath
7/25, 1988

Personally appeared the above named
Dean High

STATE OF OREGON, County of _____) ss.
 _____, 19____.

Personally appeared and
 who, being duly sworn,
 for himself and not one for the other, did say that the former is the
 president and that the latter is the
 secretary of

and that the seal affixed to the foregoing instrument is the corporate seal of said corporation and that said instrument was signed and sealed in behalf of said corporation by authority of its board of directors; and each of them acknowledged said instrument to be its voluntary act and deed.

Before me: _____ (OFFICIAL SEAL)
Notary Public for Oregon
My commission expires: _____

and acknowledged the foregoing instru-
ment to be his voluntary act and deed.
Before me
James J. [Signature]
Notary Public for Oregon
My Commission expires: 8-16-88

Dean High
9 Clark
Midland OR 97634

Michael D. Alarcon & Sarah J. Alarcon
Rt 2 Box 741-A
Klamath Falls OR 97601

Grantee

NAME, ADDRESS, ZIP

Until a change is requested all tax statements shall be sent to the following address.

Grantee

NAME, ADDRESS, ZIP

STATE OF OREGON.

County of _____
I certify that the within instrument was received for record on the _____ day of _____, 19____.

at _____ o'clock _____ M., and recorded
in book _____ on page _____ or as
file/reel number _____,
Record of Deeds of said county.
Witness my hand and seal of
County affixed.

Recording Officer
Deputy

By Deputy

EXHIBIT "A"
LEGAL DESCRIPTION

A tract of land situated in Sections 13 and 24, Township 39 South Range 10 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows:

Beginning at a point on the Section line common to Sections 13 & 24, which point is 634 feet West from the Southwest corner of the SE1/4 of said Section 13; thence North, parallel with and 634 feet Westerly of the East line of the W1/2 E1/2 of Section 13, to the meander line of Lost River; thence Westerly along said meander line to the Northwest corner of Lot 7, in said Section 13; thence South, along the West line of said Lot 7 and the West line of the NE1/4 SW1/4 to the Center line of South Poe Valley Road; thence following said centerline Southeasterly to its intersection with a line parallel with and 314 feet Westerly of the North-South Center Section line of said Section 13; thence following said parallel line South to a point on the South line of said Section 13, which said point is 1006 feet East of the Southwest corner of the SE1/4 SW1/4 of said Section 13; thence continuing South 20.0 feet to a point; thence West, parallel with and 20 feet Southerly of the South line of said Section 13, 1006 feet, more or less to the West line of the NE1/4 NW1/4 of said Section 24 and 20 feet South of the Northwest corner thereof; thence South along the West line of the E1/2 W1/2 of said Section 24 to the Northwest corner of the S1/2 SE1/4 SW1/4 in said Section; thence East along the North line of said S1/2 SE1/4 SW1/4 to the North South center section line of said Section 24; thence North to the South line of said Section 13; thence East along said South line 686 feet, more or less, to the point of beginning.

LESS AND EXCEPTING that portion lying within the right-of-way of South Poe Valley Road, and any portion within the right-of-way of the Lost River Channel Improvement.

Tax Account No.: 3910-00000-02200
3910--1300-00600

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Mountain Title Co.
of July A.D., 19 88 at 10:40 o'clock A. M., and duly recorded in Vol. M88
of Deeds on Page 12021
FEE \$13.00
By Evelyn Biehn County Clerk
[Signature]