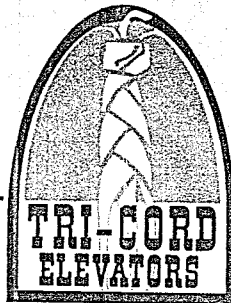


(503) 883-3466 20201 HIGHWAY 97 SOUTH

KLAMATH FALLS, OREGON 97603-9805



We, the undersigned, promise to pay to the order of TRI-CORD ELEVATORS, 20201 Hwy 97 South, Klamath Falls, Oregon, the sum of Fifty Thousand Seven Hundred Thirty Five Dollars and Twenty Seven Cents (\$50,735.27) with interest thereon at the rate of 1.5% per month from March 1, 1989 until paid.

Payments are to be made monthly, with no monthly payment of less than Two Thousand Dollars (\$2,000.00). Payments are due by the 15th day of each month, beginning March 15, 1989. The entire balance is due and payable on or before March 15, 1990.

If this note is placed in the hands of an attorney for collection, the undersigned promises and agrees to pay the reasonable collection costs of the holder and if suit or action is filed hereon, also promises to pay holder's reasonable attorney's fees.

Return: Tri-Cord Elevators
20201 Hwy 97 South
Klamath Falls, Or. 97603

Tim Waterberg
MERRILL GRAIN AND FEED, INC.
By Tim Waterberg
Date 03-07-89

Tim Waterberg
TIM WATERBERG, Individually
Date 03-07-89

Signed and sworn to before me this 7th day of March, 1989.

STATE OF OREGON,
County of Klamath ss.

Filed for record at request of:

Tri-Cord Elevators
on this 8th day of March A.D., 1989
at 4:31 o'clock P.M. and duly recorded
in Vol. M89 of Misc Page 4015

Evelyn Biehn County Clerk

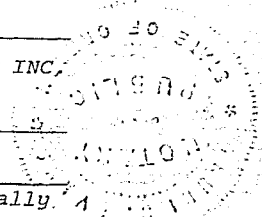
By Dianne Mullendore

Deputy.

Fee, \$5.00

Trudi D. Evans
Trudi D. Evans, Notary
Klamath County, State of Oregon

My Commission Expires
5-17-89



980 MAR 8 PM 4 31