EASEMENT

KNOW ALL MEN BY THESE PRESENTS that for a good and valuable consideration GILCHRIST TIMBER COMPANY, a corporation (hereinafter "Gilchrist"), does hereby grant unto MIDSTATE ELECTRIC COOPERATIVE INC., a cooperative (hereinafter "Cooperative"), and to its successors and assigns an easement for a switchyard over, across, and upon that following-described property in Klamath County, Oregon, to wit:

Beginning at section corner common to sections 19 & 30 of T. 24 S., R. 9 E., and sections 24 & 25 T. 24 S., R. 8 E., thence No. 89° 18' 00" E., 2.013'; thence N. 4° 28' 00" W., 103.5' to the SW property corner of existing Crescent Substation; thence S 85° 32' 00" W., 50'; to the project point of beginning, thence S. 4° 28' 00" E., 110', thence N. 85° 32' 00" E. 75', thence N. 4° 28' 00" W., 110', thence S. 85° 32' 00" W., 75", to the project point of beginning. All being in the SE 1/4 SE 1/4 SW 1/4 of section 19 and comprising ± .19 acres.

as shown on the attached drawing. Such right shall include the right to inspect and make such repairs, changes, alterations, improvements, removals from, substitutions, and additions to its facilities as Cooperative may from time to time deem advisable; to cut, trim, and control the growth by machinery or otherwise of trees and shrubbery located on said property; to keep the easement clear of all buildings, structures, or other obstructions.

Such easement shall continue so long as Cooperative or its successors and assigns maintains and uses said property for a switchyard. Upon the termination of such use, this easement shall terminate and be of no further force and effect and

Cooperative or its successors or assigns forthwith shall remove all its property and deliver to Gilchrist a quitclaim deed releasing its interest in the above-described property.

The undersigned agrees that all facilities and equipment installed in, upon, or under the above-described lands at the Cooperative's expense shall remain the property of Cooperative, removal at the option of Cooperative.

DATED this 20th day of February, 1989.

GELCHRIST TIMBER COMPANY

President

STATE OF OREGON COUNTY OF KLAMATH

On this 12 day of FEBRUAY, 1989, before me, a notary public in and for said county and state, personally appeared the within CHARLES F. SHOTTS to me known, who being first duly sworn did say that he is the President of GILCHRIST TIMBER COMPANY, the corporation hereinbefore named; that said instrument was signed in behalf of said corporation by authority of its board of directors; and said Charles F. Shotts acknowledged the execution of said instrument to be the free act and deed of said corporation.

IN TESTIMONY WHEREOF I have hereunto set my hand and affixed my official seal, the date first hereinabove written.

Notary Public for Oregon
My commission expires: 9/8/9/

