

AFTER RECORDING, RETURN TO
PACIFIC GAS TRANSMISSION COMPANY
160 Spear Street
San Francisco, California 94111-1570
Attn: V.P., Engineering and Construction

07-08-94A10-02 RCVD

Vol. 1194 Page 21117

83967

Return: PGT
P.O. Box 5606
Bend, Or. 97708

APN. 280818-300

ROW No. O-KL-0037

PGT-PG&E PIPELINE EXPANSION PROJECT
LAND USE AGREEMENT

The undersigned, hereinafter called first party (including its tenants, contractors or agents), in consideration of value paid by Pacific Gas Transmission Company, hereinafter called second party, the receipt of which is hereby acknowledged, hereby agrees to restrict use of first party's lands, as shown on the attached drawing, No. 600-E-SX-1171, marked Exhibit A, located within and/or adjacent to the pipeline transmission easement recorded in the official records of Klamath County, State of Oregon, Book 324, Page 363.

First party shall be restricted from using the subject area for grazing any type of domestic animals, farming operations, or vehicular traffic. Further, the first party shall not plow, disk, apply pesticides or chemicals, perform controlled burning, alter drainage patterns or in any other manner disturb or modify the soil. The first party shall not erect or construct any building or other structure or drill or operate any well, or construct any reservoir or other obstruction on said area.

First party acknowledges second party has an easement for the construction, operation, and maintenance of a pipeline within the area described in the above-referenced pipeline transmission easement, and a right of ingress to and egress from said easement, including the right to restore the easement area and monitor the restoration.

This agreement will remain in effect from 4-13-94 to 4-12-99, and may be extended by mutual agreement of both parties.

Second party agrees to pay, in addition to the above stated consideration, any damages to growing crops, fences, buildings and other improvements, roads and timber which may immediately and directly result from this agreement.

First party shall take ordinary care in protecting the above described area. First party will be liable for any and all damages resulting from its negligence.

The terms and conditions of this agreement shall be binding upon the heirs, executors, administrators, successors, and assigns of the parties hereto, and all covenants shall apply to and run with the land.

Witness

Witness

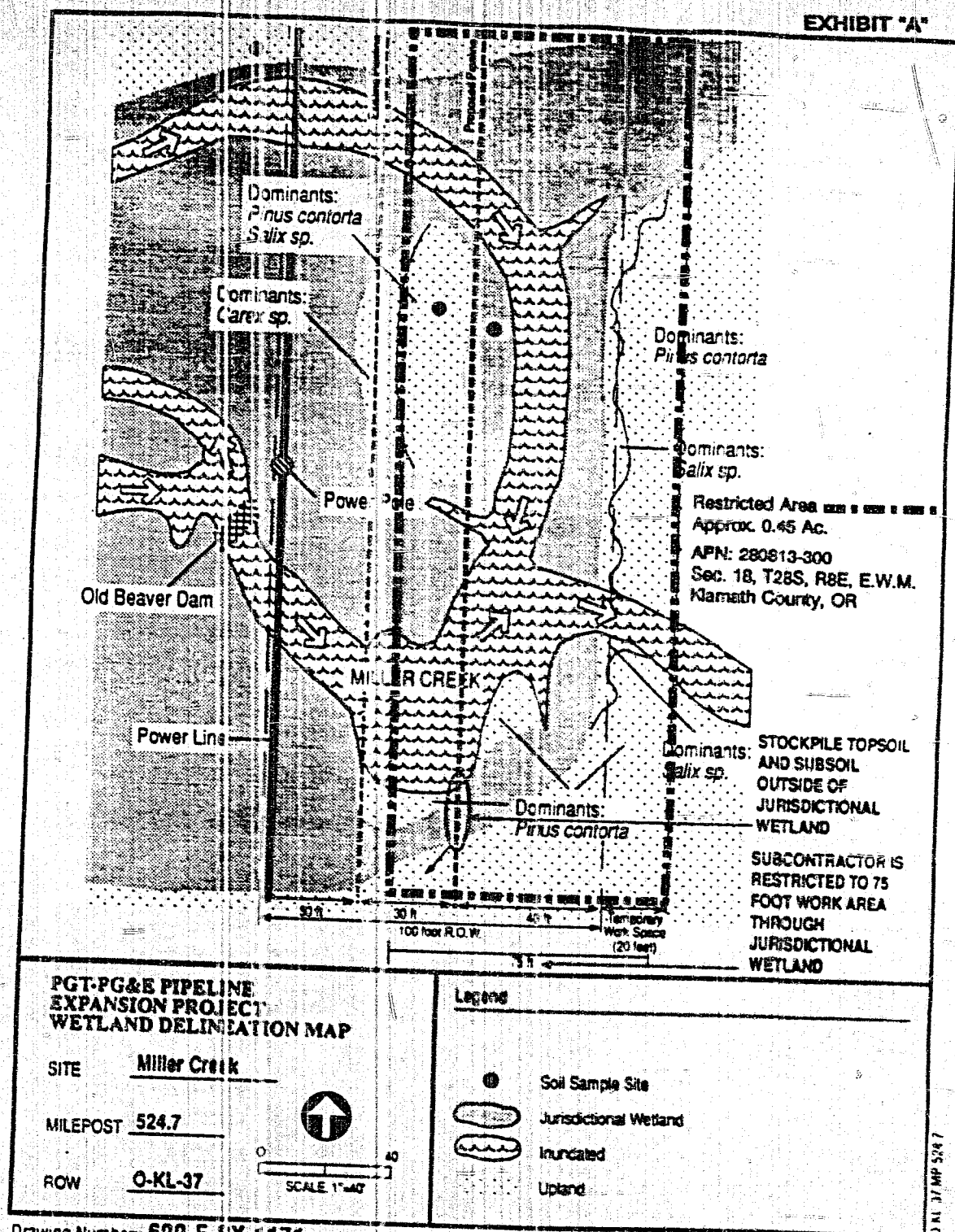
Dated April 13, 1994.

Witness

Carol A. Ausweger
Carol A. Ausweger

ON BEHALF OF
Pacific Gas Transmission Company

By: William K. Van Jaalen



STATE OF CALIFORNIA

COUNTY OF LOS ANGELES

SS.

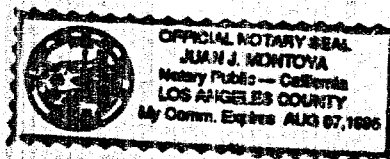
On APRIL 13 - 1994 before me, the undersigned, a Notary Public for said State,
personally appeared

CAROLYN AUSWEGER

() personally known to me OR () proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal.

Juan J. Montoya
Signature

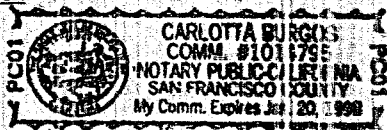


CAPACITY CLAIMED BY SIGNER

- () Individual(s) signing for Oneself/Themselves
- () Corporate Officer(s) of the Above Named Corporation(s)
- () Guardian of the Above Named Individual(s)
- () Partner(s) of the Above Named Partnership(s)
- () Attorney(s)-in-Fact of the Above Named Principal(s)
- () Trustee(s) of the Above Named Trust(s)
- () Other _____
- _____
- _____
- _____

State of California
County of San Francisco

On June 23, 1994, before me, the undersigned, a notary public for the state personally appeared Camille Macalou who is personally known to me, to be the person whose name is subscribed to the within instrument, as a witness thereto, who, being by me duly sworn, deposes and says that he/she was present and saw William K. Van Heusen, the same person described in and whose name is subscribed to within and annexed instrument as a party thereto, execute the same, and that said affiant subscribed his/her name to the within instrument as a witness at the request of William K. Van Heusen.



Notarial Seal

Carlotta Burgos

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of _____ PGT _____ the _____ 8th _____ day
of _____ July _____ A.D., 19 94 at _____ 0:02 _____ o'clock _____ A.M., and duly recorded in Vol. M94
of _____ of _____ Docs _____ on Page 21117.

FEE \$25.00

Evelyn Biehn, County Clerk

By *Lawrence M. Biehn*