

RELEASE AGREEMENT

For good and valuable consideration, Lender certifies as follows:

XRelease/Debt Outstanding: The property, described as follows:

SW1/4NW1/4, SAVING AND EXCEPTING the following described parcel: Beginning at a 7/8 inch iron pipe 33 feet East of the center line of Tingley Road which is 1810.20 feet South 00°22'00" East of a railroad spike in the intersection of Tingley and Midland Roads marking the Northwest corner of Section 4, Township 40 South, Range 9 East of the Willamette Meridian; thence running 870.40 feet in a direction of South 00°22'00" East along the East right of way of Tingley Road to a 60 penny nail in the East half of the pavement of said road, nail being on the North line of the W1/2SW1/4 of said Section 4; thence turning and running 751.15 feet along said North line in a direction of North 89°36'25" East along property owned by E. G. Parker to a 1-1/2 inch iron pipe 6 feet long, thence turning and running 1149.4 feet in a direction of North 41°02'08" West along property owned by James V. Lockard to a 7/8 inch iron pipe which is the point of beginning.

Also known as Parcel #3 of Major Land Partition 4-84, situated in the NW1/4 of Section 4, Township 40 South, Range 9 E.W.M.

is released from the lien of the following described documents:

Mortgage dated November 18, 1976 and recorded December 8, 1976, in Volume M76 on page 19722, Mortgage Records of Klamath County, Oregon.

This Release shall not impair the right of Lender to hold any remaining property as security for the debt nor impair the validity, priority, or enforceability of the note or any other Loan Document.

"Loan Documents" include any note, security, or other documents of any kind and any amendments thereto, signed in connection with the note, identified by the above-listed note number.

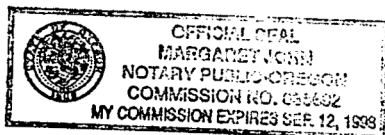
Dated: 1-9-96

Lender: AgAmerica, FCB successor in interest
to Federal Land Bank of Spokane

Ranse L. Herzinger
Ranse L. Herzinger, Senior Credit Officer
Authorized Agent

State of Oregon)
County of Klamath) ss.

On 1-9, 1996 before me personally appeared Ranse L. Herzinger, known to me to be an authorized agent of the corporation that executed the within instrument, and acknowledged to me that such corporation executed the same as its free act and deed; and on oath stated that he/she was authorized to execute said instrument.



Margaret John
Notary Public for the State of Oregon
Residing at Klamath
My commission expires 9-12-98

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of _____ the 10th day
of Jan A.D., 19 96 at 3:14 o'clock P M., and duly recorded in Vol. M96,
of _____ Mortgages on Page 870

FEE \$10.00

By Bernetha G. Leisch, County Clerk