

MTC36749KR

PHILIP L. JENSEN and GEORGE L. HOM DBA KANE STREET ASSOCIATES,
 Grantor(s) hereby grant, bargain, sell and convey to
 ASSISTED LIVING CONCEPTS, INC., A NEVADA CORPORATION,
 Grantee(s) and grantee's heirs, successors and assigns the following described
 real property, free of encumbrances except as specifically set forth herein in
 the County of **KLAMATH** and State of Oregon, to wit:

TRACTS 14 and 17, KIELSMEIER ACRE TRACTS, according to the official plat
 thereof on file in the office of the County Clerk of Klamath County,
 Oregon.

SUBJECT TO: all those items of record and those apparent upon the land, if
 any, as of the date of this deed and those shown below, if any:
 and the 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.

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 AND TO DETERMINE ANY LIMITS ON LAWSUITS AGAINST FARMING OR FOREST
 PRACTICES AS DEFINED IN ORS 30.930.

The true and actual consideration for this conveyance is \$ **175,000.00**.

Until a change is requested, all tax statements shall be sent to Grantee at the
 following address: 10570 SE WASHINGTON, SUITE 213, PORTLAND, OR 97216

Dated this 26th day of January, 1996.

Philip L. Jensen
 PHILIP L. JENSEN

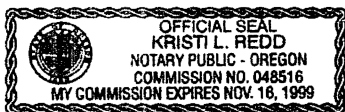
George L. Hom
 GEORGE L. HOM

NOTARY ACKNOWLEDGEMENT

STATE OF OREGON SS. January 26 19 96
 COUNTY OF KLAMATH

Personally appeared the above named PHILIP L. JENSEN & GEORGE L. HOM KR

and acknowledged the foregoing instrument to be their voluntary act.



Before me:

Kristi L. Redd

Notary Public for Oregon

My commission expires 11/18/99

.. (seal)

Return to:
 ASSISTED LIVING CONCEPTS, INC.
 10570 SE WASHINGTON, SUITE 213
 PORTLAND, OR 97216

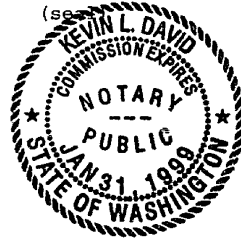
State of ~~Oregon~~ Washington

County of THURSTON January, 1996

Personally appeared the above named GEORGE L. HOM,
and acknowledged the foregoing instrument to be his voluntary act and
deed.

WITNESS My hand and official seal.

Kevin L. David 1/29/96
Notary Public for Oregon
My Commission expires: _____



STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Mountain Title Co the 31st day
of Jan A.D., 19 96 at 3:52 o'clock P M., and duly recorded in Vol. M96,
of Deeds on Page 2899

FEE \$35.00

By Bernetha G. Letcher
Bernetha G. Letcher, County Clerk