

BARGAIN AND SALE DEED

Frances M. Dennis, Trustee of the Dennis Loving Trust dated October 14, 1991, Grantor, conveys to Dennis Regency, LLC, Grantee, the following described real property:

See attached Exhibit A

The true and actual consideration for this conveyance is other property or value given or promised.

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.

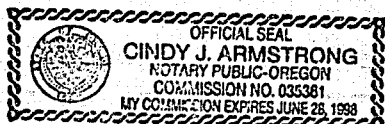
Dated this 11th day of October, 1996.

STATE OF OREGON)

County of Lane)

Frances M. Dennis, Trustee
 Frances M. Dennis, Trustee of the Dennis
 Loving Trust dated October 14, 1991
of the Dennis Loving Trust

The forgoing instrument was acknowledged before me this 11th day of October, 1996, by Frances M. Dennis, Trustee of the Dennis Loving Trust dated October 14, 1991.



Cindy J. Armstrong
 Notary Public for Oregon
 My Commission Expires: 6-28-98

AFTER RECORDING,
 RETURN TO:

Churchill & Leonard
 PO Box 804
 Salem, OR 97308

UNTIL A CHANGE IS REQUESTED, ALL
 TAX STATEMENTS SHALL BE SENT TO:

No Change

96 NOV 14 P1:53

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EXHIBIT "A"

LEGAL DESCRIPTION

Parcel 1:

A tract of land situated in the NE1/4 of the NW1/4, and the SE1/4 of the NW1/4, and the SW1/4 of the NE1/4, Section 14, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows:

Beginning at a point marking the Southwest corner of Block 6, Tract 1035 GATEWOOD, a duly recorded subdivision, said point being North 00 degrees 14' 05" West 30.00 feet from the center 1/16 corner of said Section 14; thence North 89 degrees 58' 56" West parallel to and 30 feet Northerly of the Southerly line of the NE1/4 NW1/4, said Section 14, 484.88 feet; thence South 00 degrees 01' 04" East 358.74 feet; thence South 30 degrees 55' 12" East 324.33 feet; thence South 01 degrees 44' 41" East 428.54 feet; thence North 88 degrees 15' 19" East 20.00 feet; thence South 01 degrees 44' 41" East 170.00 feet to the Northerly right of way line of the 1-C-7 U.C.B.R. drain; thence along said right of way line, North 88 degrees 15' 19" East 120.00 feet to the centerline of Glenwood Drive extended Northerly, continuing along said right of way line, North 88 degrees 15' 19" East 540.01 feet, North 10 degrees 46' 25" East 1175.49 feet, North 01 degrees 17' 15" West 29.44 feet to the Northerly line of the SW1/4 NE1/4, said Section 14; thence leaving said right of way line, North 89 degrees 58' 56" West 598.53 feet to the center 1/16 corner of said Section 14; thence North 00 degrees 14' 05" West 30.00 feet to the point of beginning, with bearings based on said Tract 1035, Gatewood.

Parcel 2:

A 30-foot strip of land situated in the NW1/4NE1/4 of Section 14, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon described as follows:

Beginning at the Southwest corner of the NW1/4NE1/4 of said Section 14; thence South 89 degrees 58' 56" East, along the south line of said NW1/4NE1/4, 598.53 feet to the Westerly line of the 1-C-7 drain; thence North 01 degrees 17' 15" West 30.00 feet to the Southeast corner of Lot 3, Block 5 of Tract 1035-Gatewood; thence North 89 degrees 58' 56" West along the Southerly line of Blocks 5 and 6 of said Tract 1035-Gatewood, 597.98 feet to a point on the West line of said NW1/4NE1/4, said point also being the Southwest corner of Lot 29 Block 6 of said Tract 1035-Gatewood; thence South 00 degrees 14' 05" East 30.00 feet to the point of beginning, with bearings based on said Tract 1035-Gatewood.

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Churchill & Leonard the 14th day
of November A.D., 19 96 at 1:53 o'clock P.M., and duly recorded in Vol. M96,
of Deeds on Page 35844.

FEE \$35.00

Bernetha G. Letsch, County Clerk
By Kathleen Ross