

97 JUL 22 P3:36

AFTER RECORDING RETURN TO:

Allan R. Crider
New Holland North America, Inc.
500 Diller Avenue
PO Box 1895
New Holland, PA 17557-0903

451576-D

TERMINATION OF LEASE

This Termination of Lease is made July 29th, 1997 between NEW HOLLAND NORTH AMERICA, INC., formerly known as Ford New Holland, Inc., the successor by merger to New Holland, Inc. ("Lessor") and KLAMATH BASIN EQUIPMENT, INC., formerly known as Klamath Falls Ford New Holland, Inc. ("Lessee").

Lessor is the landlord and Lessee is the tenant of certain premises commonly known as 4304 Highway 39, Klamath Falls, Oregon 97603, and more particularly described on the attached Exhibit A, pursuant to the terms of a lease dated February 5, 1990. Pursuant to mutual agreement of the parties, such lease shall terminate effective as of the date of closing of that certain Agreement of Sale dated July 21, 1997 between Lessor, as seller, and Archie Linman and Linda Linman, as buyers.

IN WITNESS WHEREOF, the parties have executed this Termination of Lease as of the day and year first set forth above.

LESSOR:

NEW HOLLAND NORTH AMERICA, INC.

By:

Its:

William E. Elmer
Linman

LESSEE:

KLAMATH BASIN EQUIPMENT, INC.

By:

Its:

Archie L. Linman
Linman

STATE OF PENNSYLVANIA)

County of LANCASTER)

) ss.

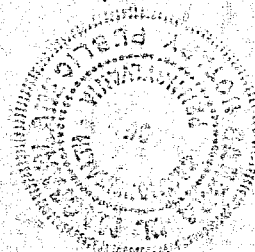
On this the 29th day of July, 1997, before me, Sandra W. Macfarlane, the undersigned officer, personally appeared William E. Heane, who acknowledged him/herself to be the Treasurer of New Holland North America, Inc., a[n] Delaware corporation, and that s/he, as such Treasurer, being authorized to do so, executed the foregoing instrument for the purposes therein contained, by signing the name of the corporation by him/herself as Treasurer.

In witness whereof I hereunto set my hand and official seal.

Sandra W. Macfarlane
Notary Public for Pennsylvania

My Commission Expires: March 22, 1999

Notarial Seal
Sandra W. Macfarlane, Notary Public
New Holland Boro, Lancaster County
My Commission Expires March 22, 1999
Member, Pennsylvania Association of Notaries

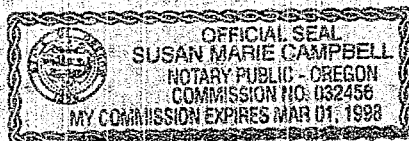


STATE OF OREGON)

County of Klamath)

) ss.

This instrument was acknowledged before me on August 14, 1997 by Archid Linman, as President of Klamath Basin Equipment, Inc. a[n] Oregon corporation.



Susan Marie Campbell
Notary Public for Oregon

My Commission Expires: 3-1-98

EXHIBIT "A"

Legal Description

The following described real property situate in Klamath County, Oregon:

Parcel 1:

Lots 1 and 2 in Block 1 of Kerns Tracts, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon,

SAVING AND EXCEPTING that portion of Lot 2 described as follows:

Beginning at the Southwest corner of Lot 2; thence North along the Westerly line of Lot 2 a distance of 60 feet to a point; thence Easterly and parallel to the Southerly line of said Lot 2 a distance of 267.34 feet to a point; thence South parallel to the Westerly line of said Lot 2 a distance of 60 feet to the Southerly line of said Lot 2; thence Westerly along said Southerly line to the point of beginning.

Parcel 2:

ALSO a strip of land situate in the SE 1/4 SE 1/4 of Section 12 Township 39 South, Range 9 E.W.M., described as follows:

The North 420.13 feet of that certain undedicated 30-foot strip shown on the plat of Kerns Tracts lying between the Klamath Falls-Merrill Highway and Farmers Way; the portion of said strip herein conveyed being bounded on the North by the South line of Hager Avenue and on the south by the South line of Lot 2, Block 1, extended Easterly, in Kerns Tracts, according to the official plat thereof on file in the records of Klamath County, Oregon.

TOGETHER with that portion of vacated Farmers Way adjacent thereto.

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Klamath County Title the 22nd day
of August A.D. 19 97 at 3:36 o'clock P. M., and duly recorded in Vol. M97
of Deeds on Page 27636

FEE \$40.00

By Bernetha G. Letsch, County Clerk
Beth Ann