

KLAMATH COUNTY TITLE COMPANY

 K-51187-D
 STATUTORY WARRANTY DEED
 (Individual or Corporation)

KENNETH E. PAETZ

conveys and warrants to NORTH HILLS, L.L.C., Grantor,the following described real property in the County of Klamath and State of Oregon, Grantee,

Lot 1 in Block 4, Tract 1152, NORTH HILLS, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

97 AUG 29 AM 1:18

This property is free of liens and encumbrances, EXCEPT: SUBJECT TO: Reservations and restrictions of record, rights of way, and easements of record and those apparent upon the land; contracts and/or liens for irrigation and/or drainage.

The true consideration for this conveyance is \$ 160,940.07 (Here comply with the requirements of ORS 93.030*).

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 26th day of August 19 97, if a corporate grantor, it has caused its name to be signed by resolution of its board of directors.

KENNETH E. PAETZ

STATE OF OREGON, County of Klamath ss.

The foregoing instrument was acknowledged before me this 26th day of August 19 97 by Kenneth E. Paetz

 Notary Public for Oregon
 My commission expires: 12-19-2000

After recording return to:
 North Hills, L.L.C.
 740 N.W. Colorado
 Bend, Oregon 97702

NAME, ADDRESS, ZIP

Until a change is requested all tax statements shall be sent to the following address:

Same as Listed Above

NAME, ADDRESS, ZIP

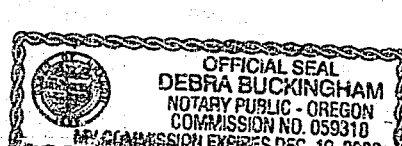
CORPORATE ACKNOWLEDGEMENT

STATE OF OREGON, County of _____ ss.

The foregoing instrument was acknowledged before me this _____ day of _____ 19 _____ by _____ and _____ of _____ a corporation, on behalf of the corporation.

 Notary Public for Oregon
 My commission expires: _____

THIS SPACE RESERVED FOR RECORDER'S USE



STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Klamath County Title the 29th day
of August A.D., 19 97 at 11:18 o'clock A M., and duly recorded in Vol. 497
of Deeds on Page 28396.

FEE \$35.00

By Bernetha G. Letsch, County Clerk
Kathleen Rosa