

PARTIAL RECONVEYANCE

KNOW ALL MEN BY THESE PRESENTS, that the undersigned trustee, or successor trustee, under that certain trust deed dated September 16, 1997, executed and delivered by LIVING WATER DEVELOPMENT LLC, as grantor and in which KLAMATH FIRST FEDERAL SAVINGS AND LOAN ASSOCIATION is named as beneficiary, recorded September 16, 1997, as fee/file/instrument/microfilm, reception No. 97-33515, of the Mortgage Records of Deschutes County, Oregon, has received from the beneficiary under said deed or beneficiary's successor in interest, a written request to reconvey a portion of the real property covered by said trust deed, does hereby, for value received, grant, bargain, sell and convey, but without any covenant or warranty, express or implied, to the person or persons legally entitled thereto, all of the estate held by the undersigned in and to the following described portion of the real property covered by said trust deed, to-wit:

LOT 16, FAIRHAVEN, PHASE I, DESCHUTES COUNTY, OREGON.

The remaining property described in said trust deed shall continue to be held by the said trustee under the terms of said deed. This partial reconveyance is made without affecting the personal liability of any person for payment of the indebtedness secured by said trust deed.

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.

In construing this instrument and whenever the context so requires the singular includes the plural.

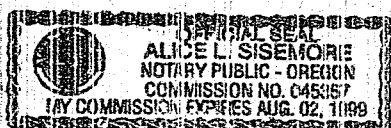
IN WITNESS WHEREOF, the undersigned trustee has executed this document.

Dated: October 9, 1997.

William L. Sisemore
William L. Sisemore, Trustee

STATE OF OREGON)
County of Klamath) SS

This instrument was acknowledged before me on October 9, 1997, by William L. Sisemore.



Alice L. Sisemore
Notary Public for Oregon
My Commission Expires: 08/02/99

After recording return to:

Klamath First Federal
540 Main St
Klamath Falls, OR,
97601

0705700049

STATE OF OREGON, County of Deschutes) SS

I certify that the within instrument was received for record on the 10th day of October, 19 97, at 3:51

o'clock P. M., and recorded in book/ reel/volume No. M97 on page 33541 or as fee/file/instrument/ microfilm/reception No. 46826, Record of Mortgages of said County.

Witness my hand and seal of County affixed.

Bernatha G. Letsch, Co. Clerk

Name

Title

BY Kathleen Roane

Deputy

Fee: \$10.00