

DECLARATION OF TRUST OWNERSHIP

The undersigned hereby declares that, solely as trustee of and for the benefit of the following trust:

ANNA E. LUTZ 1997 LIVING TRUST, a revocable trust existing under a certain trust agreement executed on October 9, 1997, by South Valley Bank and Trust as the trustee. The undersigned is, pursuant to the provisions of Article IV of said Trust, now holding and will hold, solely and exclusively for and in behalf of said trust, the following:

All property, real, personal or mixed in which we have an interest as of the date of this declaration and all such property which we may acquire during such time as the trust referred to herein is not revoked.

The undersigned hereby further affirms and declares that, from and after the date hereof,

1. All properties described above will be held by the undersigned solely and exclusively for and on behalf of said trust as true owner.

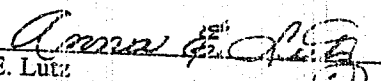
2. Except to the extent of beneficial interest provided to the undersigned under the terms and provisions of said trust agreement (as no written and as the same may in the future be amended), the undersigned has and shall have no personal interest in any of the properties described above, and

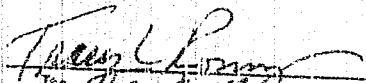
3. All liabilities which relate in any way to the acquisition of or which are a lien upon any of the properties governed by this declaration shall be borne by the trust which, pursuant to this declaration, owns such properties.

This declaration of exclusive trust ownership and waiver of interest is intended to be and shall be binding upon the undersigned's heirs, administrators, executors, and assigns and shall be revocable only by written instrument executed by 1 or more of the then trustee(s) of said trust (with or without indicating such fiduciary capacity) with all of the same formalities as accompanied the execution of this instrument.

This declaration is intended to revoke all prior declarations of ownership, if any, with respect to any and all properties governed by this declaration heretofore executed by the undersigned.

South Valley Bank and Trust


Anna E. Lutz

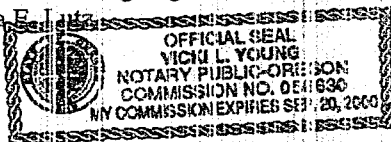
By: 
Its Trust Officer

DECLARATION OF TRUST -1-

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 USE.

STATE OF OREGON)
) ss.
County of Klamath)

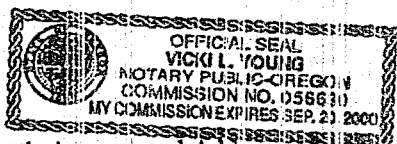
The foregoing instrument was acknowledged before me this 9 day of October, 1997, by Anna E. Lutz



Vicki L. Young
NOTARY PUBLIC OF OREGON
My Commission expires 9-20-2000

STATE OF OREGON)
) ss.
County of Klamath)

I, a Notary Public of the County and State aforesaid, certify that Tracy L. Roaningen personally appeared before me this day and acknowledged that he/she is the Trust Manager of South Valley Bank and Trust, and that by authority duly given and as an act of the corporation, the foregoing instrument was signed in its name by Tracy L. Roaningen its Trust Manager. Witness my hand and official stamp or seal, this 9 day of October, 1997.



Vicki L. Young
Notary Public of Oregon
My commission expires:

Settlor's name and Address

Anna E. Lutz
2200 Town Center Drive
Klamath Falls, OR 97601

Trustees' name and address
South Valley Bank and Trust
803 Main Street
Klamath Falls, OR 97601

After recording return to:

Tracy Roaningen
South Valley Bank and Trust
803 Main Street
Klamath Falls, OR 97601

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

South Valley Bank and Trust
803 Main Street
Klamath Falls, OR 97601

DECLARATION OF TRUST -2-

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of South Valley Bank the 13th day of October A.D., 19 97 at 11:06 o'clock A. M., and duly recorded in Vol. MQ7 of Deeds on Page 33640.

FEE \$15.00

By Kathleen Rose Bernetha G. Leisch, County Clerk