

MEMORANDUM OF LEASE

Recording requested by and when recorded return to:

97 OCT 31 P2:21

John S. Sorlie
Bryant Lovlien & Jarvis, P.C.
40 NW Greenwood
P.O. Box 1151
Bend, Oregon 97709-1151

By an instrument in writing dated October 28, 1997, ERNST BROTHERS, LLC, an Oregon limited liability company, Lessor, has leased to WESTSIDE DEVELOPMENT XVI, INC., an Oregon corporation, Lessee, the following described property:

Lot 81, Tract 1318, Gilchrist Townsite, Klamath County, Oregon.

This memorandum is executed to evidence and confirm the lease referred to above, to which reference is made for its terms and conditions which include the following:

1. Term: November 1, 1997, through October 31, 2032.

LESSOR:

LESSEE:

ERNST BROTHERS, LLC

WESTSIDE DEVELOPMENT XVI, INC.

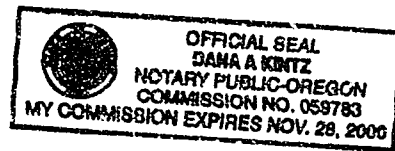
By Wayne L. Ernst
Its Member Manager

By Paul J. ...
Its Vice President

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STATE OF OREGON)
) ss.
County of Deschutes)

The foregoing instrument was acknowledged before me this 28th day of October, 1997, by Wayne G. Ernst, the Member Manager of ERNST BROTHERS, LLC.



Dana A. Kintz
Notary Public for Oregon
My Commission Expires: 11-28-2000

STATE OF OREGON)
) ss.
County of Deschutes)

The foregoing instrument was acknowledged before me this 14th day of October, 1997, by Paul G. Neiffer, the Vice President of WESTSIDE DEVELOPMENT XVI, INC.



Dana A. Kintz
Notary Public for Oregon
My Commission Expires: 11-28-00

MEMORANDUM OF LEASE

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Bryant Lovlien & Jarvis
40 N.W. Greenwood • P.O. Box 1151 • Bend, Oregon 97709-1151 • (541) 382-4331 • Fax (541) 389-3386

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Bryant Lovlien & Jarvis the 31st day of October A.D., 19 97 at 2:21 o'clock P.M., and duly recorded in Vol. M97 of Deeds on Page 36197.

FEE \$35.00

By Bernetha G. Letsch
Bernetha G. Letsch, County Clerk