

Running Y Resort, Inc., an Oregon Corporation, Grantor, conveys and warrants to Dieter K.B. Konnegen & Jacquelyn D. Konnegen, as Tenants by Entirety, Grantees, the following described real property, free of encumbrances except as specifically set forth herein:

Lot 226 of Running Y Resort, Phase 3 Plat, recorded July 25, 1997 in Klamath County, Oregon.

SUBJECT TO:

Non-delinquent real property taxes and assessments for the current fiscal year and all later years; and to all covenants, conditions, restrictions, reservations, exceptions, limitations, uses, rights, rights-of-way, easements and other matters of record on the date hereof, including, without limitation, the Declaration of Protective Covenants, Conditions, Restrictions, and Easements for The Running Y Ranch Resort recorded August 2, 1995 and the Declaration Annexing Phase 2 of Ridge View Homesites to Running Y Ranch Resort, all of which are hereby incorporated by reference into the body of this instrument as if the same were fully set forth herein.

The true consideration for this conveyance is \$58,500.00.

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.

"GRANTOR" Running Y Resort, Inc., an Oregon Corporation

By: Judy Urbach
its Authorized Agent

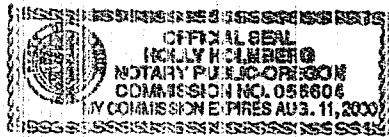
STATE OF OREGON)
) ss.
COUNTY OF KLAMATH)

The foregoing instrument was acknowledged before me this 19th day of October, 1997

by Judy Urbach (Officer), the Agent (Title) of RUNNING Y RESORT, INC., on behalf of the Corporation.

WITNESS my hand and official seal

Holly Holmberg
NOTARY PUBLIC FOR OREGON



WARRANTY DEED
Running Y Resort, Inc.
5391 Running Y Road
Klamath Falls, OR 97601
Grantor
Dieter K.B. Konnegen
Jacquelyn D. Konnegen
6161 Ventura Lane
Central Point, OR 97502
Grantee
AFTER RECORDING RETURN TO
Dieter K.B. Konnegen
Jacquelyn D. Konnegen
6161 Ventura Lane
Central Point, OR 97502

STATE OF OREGON, ss.
County of Klamath
Filed for record at request of

SPACED RESERVED FOR RECORDERS USE
on this 7th day of Nov A.D., 1997
at 11:44 o'clock A M. and duly recorded
in Vol. M97 of Deeds Page 36958

Bernetha G. Letsch Bernetha G. Letsch, County Clerk
By Kathleen Rows Deputy
Fee, \$20.00

Until a change is requested, all tax statements shall be sent to the following address:
Dieter K.B. Konnegen
Jacquelyn D. Konnegen
6161 Ventura Lane
Central Point, OR 97502