

FERNDALE DEVELOPMENT, L.L.C., AN OREGON LIMITED LIABILITY COMPANY,
Grantor(s) hereby grant, bargain, sell, warrant and convey to:
MIKE THORNTON and TAMI THORNTON, husband and wife,
Grantee(s) and grantee's heirs, successors and assigns the following described
real property, free of encumbrances except as specifically set forth herein in
the County of KLAMATH and State of Oregon, to wit:

LOT 33 IN BLOCK 4 OF TRACT 1299 - SECOND ADDITION TO FERNDAL, ACCORDING
TO THE OFFICIAL PLAT THEREOF ON FILE IN THE OFFICE OF THE COUNTY CLERK OF
KLAMATH COUNTY, OREGON.

98 JAN -6 11:14
SUBJECT TO: all those items of record and those apparent upon the land, if
any, as of the date of this deed and those shown below, if any:
and the grantor will warrant and forever defend the said premises and every
part and parcel thereof against the lawful claims and demands of all persons
whomsoever, except those claiming under the above described encumbrances.

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.

The true and actual consideration for this conveyance is \$ 121,333.00.

Until a change is requested, all tax statements shall be sent to Grantee at the
following address: 5704 FERNDAL PLACE, KLAMATH FALLS, OR 97603

Dated this 31st day of December, 1997.

FERNDAL DEVELOPMENT, L.L.C.

BY Shannon L. Scrimsher AUTHORIZED AGENT
SHANNON L. SCRIMSHER

STATE OF Oregon, County of Klamath) ss.

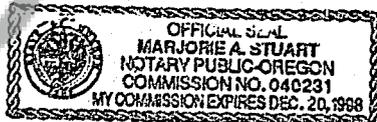
This instrument was acknowledged before me on December 31, 1997

by shannon L. Scrimsher

as authorized signer

of Ferndal Development, L.L.C.

Marjorie A. Stuart
Notary Public of Oregon
My commission expires 12-20-98



ESCROW NO. MT43388-MS

Return to:
MIKE THORNTON
5704 FERNDAL PLACE
KLAMATH FALLS, OR 97603

STATE OF OREGON,
County of Klamath ss.

Filed for record at request of:

Amerititle
on this 6th day of January A.D. 1998
at 11:14 o'clock A. M. and duly recorded
in Vol. M98 of Deeds Page 297

Bernetha G. Letsch, County Clerk

By Kaidum Loss
Fec. \$30.00 Deputy