

WARRANTY DEED

JESSE J. SIMPSON as Trustee of the Jesse J. Simpson Trust, executed the 9 day of April, 1992, and JESSE J. SIMPSON as Trustee of the Ida M. Simpson Trust, executed the 9 day of April, 1992, hereinafter called Grantor, conveys and warrants all right, title, and interest to JAMES E. CHADD, Grantee, the following described real property situated in Klamath County, State of Oregon:

The W 1/2 of SW 1/4 SW 1/4 of Section 3, Township 24, Range 10 East to the Willamette Meridian.

The said property is free from encumbrances except COVENANTS, CONDITIONS, RESTRICTIONS, RESERVATIONS, SET BACK LINES, POWERS OF SPECIAL DISTRICTS, AND EASEMENTS OF RECORD, IF ANY.

The true and actual consideration paid for this conveyance is the mutual covenants and conveyances contained herein, which are for purposes of estate planning, and consist of value wholly other than of cash.

The liability and obligations of the Grantor to Grantee and Grantee's heirs and assigns under the warranties and covenants contained herein or provided by law shall be limited to the extent of coverage that would be available to Grantor under a standard policy of title insurance. The limitations contained herein expressly do not relieve Grantor of any liability or obligations under this instrument, but merely define the scope, nature, and amount of such liability or obligations.

"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 WITNESS WHEREOF, the Grantor has duly executed this instrument this 19 day of August, 1998.

Jesse J. Simpson  
Jesse J. Simpson as Trustee of the Jesse J. Simpson Trust,  
executed the 9 day of April, 1992, and Jesse J. Simpson as  
Trustee of the Ida M. Simpson Trust, executed the 9 day  
of April, 1992, Grantor

STATE OF OREGON     )  
  ) ss  
County of Multnomah     )

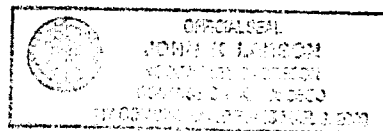
Personally appeared before me this 19 day of August, 1998, the above-named and identified Jesse J. Simpson, and acknowledged the foregoing instrument to be his voluntary act and deed.

Until a change is requested,  
send tax statements to:

James E. Chadd  
2210 N. Spaulding  
Chicago, IL 60647

Notary Public for Oregon  
My Commission Expires: MAY 2, 2000

After recording, return to:  
James E. Chadd  
2210 N. Spaulding  
Chicago, IL 60647



Warranty Deed

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of James E. Chadd the 21st day  
of August A.D., 19 98 at 2:10 o'clock P. M., and duly recorded in Vol. M98  
of Deeds on Page 30837

FEE \$30.00

By Kathleen Root Bernetha G. Latsch, County Clerk

98 AUG 21 P2:10