

MEMORANDUM OF ANNEXATION AGREEMENT

BE IT REMEMBERED, on the 13th day of August, 1998, the City of Klamath Falls, an Oregon municipal corporation (CITY), and MERLIN and JOANN FJARLI, (OWNER) entered into an Annexation Agreement committing the following-described real property situated in Klamath County, Oregon, to possible future annexation to the City:

Lot #200, Township 39, Range 9, Block Section 9, Tract N2 S2 SE4 NE4 SE4, less the easterly 20', 2.31 acres; Lot #300, Township 39, Range 9, Block Section 9, Tract S2 S2 SE4 NE4 SE4, 2.31 acres, Klamath County, Oregon

Said Annexation Agreement includes a request to rezone the property following annexation.

IN WITNESS WHEREOF, the parties have hereunto set their hands this 13 day of August, 1998.

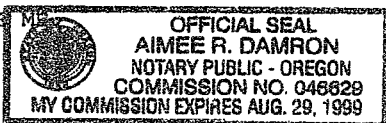
CITY OF KLAMATH FALLS

OWNER

By: James R. Keller
City ManagerMerlin Fjarli
Merlin FjarliAttest: Shirley Kappas
Deputy City RecorderJoAnn Fjarli
JoAnn FjarliSTATE OF OREGON } ss.
COUNTY OF KLAMATH

On the 13th day of August, 1998, personally appeared James R. Keller and Shirley Kappas, who, each being first duly sworn, did say that the former is the City Manager and the latter is the Deputy City Recorder of the City of Klamath Falls, an Oregon municipal corporation, and that the instrument was signed on behalf of said municipal corporation; and each of them acknowledged said instrument to be its voluntary act and deed.

BEFORE ME:

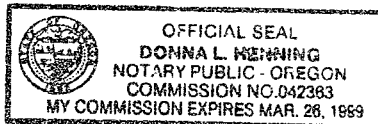


Aimee R. Damon
Notary Public for Oregon
My Commission Expires: 8/29/99

STATE OF OREGON } ss.
COUNTY OF JACKSON

On the 3rd day of August, 1998, personally appeared Merlin and JoAnn Fjarli and acknowledged said instrument to be their voluntary act and deed.

BEFORE ME:



Donna L. Hennings
Notary Public for Oregon
My Commission Expires: 3/26/99

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of City of Klamath Falls the 4th day of September A.D., 19 98 at 10:54 o'clock A M., and duly recorded in Vol. M98 of Deeds on Page 32586.

FEE \$10.00

By Bernetha G. Letsch, County Clerk
Kathleen Ross

AFTER RECORDING RETURN TO:
Klamath Falls City Recorder
P.O. Box 237
Klamath Falls, OR 97601