

MEMORANDUM OF CONTRACT OF SALE

DATE: January 29, 1999

PARTIES: JAMES A. SMEKAL

("Seller")

MICHAEL O. WILLIAMS and
CHERYL FAULKNER

("Purchasers")

Pursuant to a Contract of Sale dated this same date, Seller sold to Purchasers Seller's interest in that certain property in Klamath County, Oregon, more particularly described as follows:

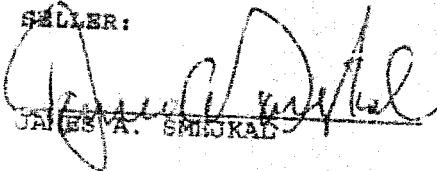
Lot 14, Block 1, TALL PINES ESTATES, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

If not earlier paid, all amounts owed under the Contract of Sale shall be due and payable on January 29, 2004. The true and actual consideration for this conveyance is \$43,000.00.

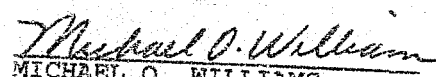

THIS INSTRUMENT WILL NOT ALLOW USE OF THE PROPERTY DESCRIBED IN THIS INSTRUMENT IN VIOLATION OF APPLICABLE LAND USE LAWS AND REGULATIONS. BEFORE SIGNING OR ACCEPTING THIS INSTRUMENT, THE PERSON ACQUIRING ANY INTEREST IN OR TO THE PROPERTY SHOULD CHECK WITH THE APPROPRIATE CITY OR COUNTY PLANNING DEPARTMENT 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 parties have caused this Memorandum to be executed as of the day and year first above written.

SELLER:


JAMES A. SMEKAL

PURCHASERS:


MICHAEL O. WILLIAMS
CHERYL FAULKNER

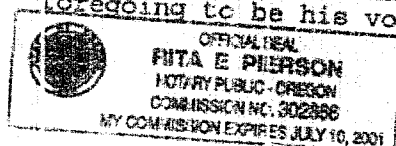
Until a change is requested,
send tax statements to:
MICHAEL O. WILLIAMS and
CHERYL FAULKNER
90038 Fir Butte Road
Eugene, OR 97402

After recording, return to:
First American Title Insurance
Company of Oregon
2401 NE Cornell Road, Suite E
Hillsboro, OR 97124

STATE OF OREGON

County of Washington) ss.

On this 27th day of January, 1999, personally appeared before me the above named JAMES A. SMEJKAL and acknowledged the foregoing to be his voluntary act and deed.



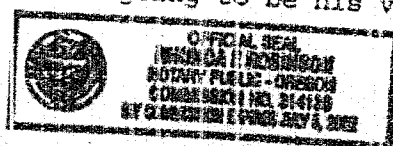
Rita E. Pierson
NOTARY PUBLIC FOR OREGON

My Commission Expires: 7-10-2001

STATE OF OREGON

County of Lincoln) ss.

On this 12th day of January, 1999, personally appeared before me the above named MICHAEL O. WILLIAMS and acknowledged the foregoing to be his voluntary act and deed.



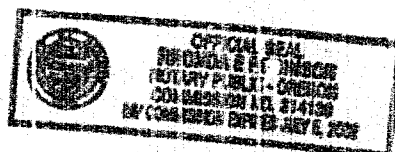
Linda E. Pierson
NOTARY PUBLIC FOR OREGON

My Commission Expires: 7-5-2002

STATE OF OREGON

County of Lincoln) ss.

On this 12th day of January, 1999, personally appeared before me the above named CHERYL FAULKNER and acknowledged the foregoing to be her voluntary act and deed.



Linda E. Pierson
NOTARY PUBLIC FOR OREGON

My Commission Expires: 7-5-2002

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STATE OF OREGON; COUNTY OF KLAMATH: ss.

Filed for record at request of First American Title the 29th day
of January A.D. 1999 at 1:30 o'clock P. M., and duly recorded in Vol. M99
of Deeds on Page 3465

FEE \$35.00

Linda Smith, County Clerk

by Kathleen R. Rasmussen