

STATUTORY SPECIAL WARRANTY DEED

GREG D. STOUT, also known as GREGORY DEAN STOUT, Grantor, conveys and specially warrants to MELISSA D. STOUT, Grantee, the following described real property, free of encumbrances created or suffered by the grantor except as specifically set forth herein:

See attached Exhibit "A"

SUBJECT TO reservations and restrictions of record, easements and rights of way of record and those apparent on the land, contracts and/or liens for irrigation and/or drainage.

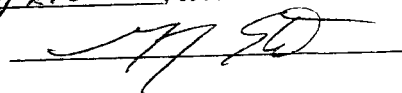
The true and actual consideration for this conveyance is love and affection.

Until a change is requested, all tax statements are to be sent to the following address:

Greg Stout Logging, Inc.
HC2 Box 363
Soldotna AK 99669.

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.

Dated this 9 day of April, 1999.



STATE OF ALASKA

County of Kenai

}
} ss.
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The foregoing instrument was acknowledged before me this 9th day of April, 1999, by GREG D. STOUT.

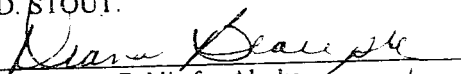

Notary Public for Alaska
My Commission expires: 6/22/99

EXHIBIT "A"

The following-described real property in Klamath County, Oregon:

A tract of land situated in the SW1/4 SW1/4 of Section 3, Township 36 South, Range 6 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows:

Beginning at the brass-capped monument marking the Southwest corner of said Section 3; thence North 00 degrees 24' West along the West line of said Section 3 a distance of 330.0 feet to the Southwest corner of that tract of land conveyed to Ganong and described in Deed Volume 341, page 603, Klamath County Deed Records; thence North 89 degrees 04' East parallel with the South line of said Section 3 a distance of 330.0 feet to the Southeast corner of said Ganong Tract; thence North 00 degrees 24' West along the East line of said Ganong Tract a distance of 130.0 feet to the true point of beginning of this description; said point being on the North line of a 30 foot wide right of way as described in said deed record; thence North 00 degrees 24' West a distance of 530.0 feet to the Northeast corner of said Ganong Tract; thence North 89 degrees 04' East parallel with the South line of said Section 3 a distance of 330.0 feet; thence South 00 degrees 24' East parallel with the West line of said Section 3 a distance of 530.0 feet to the North line of said right of way; thence South 89 degrees 04' West parallel with the South line of said Section 3 a distance of 330.0 feet to the true point of beginning of this description.

STATE OF OREGON : COUNTY OF KLAMATH. ss.

Filed for record at request of Greg Stout the 20th day
of April A.D. 1999 at 2:26 o'clock P. M., and duly recorded in Vol. M99
of Deeds on Page 14471

Linda Smith, County Clerk

FEE \$35.00

by Richard Fairclo