ENCROACHMENT AGREEMENT AND EASEMENT

Whereas, Jack L. Lindsay and Dorothy Lindsay are the owners of the following described parcel:

Lot 9, Block 3, Eastmount, according to the official plat thereof on file in the office of the County Clerk, Klamath County, Oregon.

And Whereas, James M. Noud and Cortie R. Noud are the owners of the following described parcel:

> Lot 8, Block 3, Eastmount, according to the official plat thereof on file in the office of the County Clerk, Klamath County, Oregon.

And for and in consideration of the covenants and conditions hereinafter set forth, said parties Lindsay and Noud agree as follows:

Jack L. Lindsay and Dorothy Lindsay hereby give and grant to James M. Noud and Cortie R. Noud, their successors and assigns permission to encroach upon a portion of said Lot 9, insofar as structures and improvements are now located;

Both parties expressly reserve the right to enter the encroachment area for the purpose of maintaining, repairing and replacing any structures or improvements as they now exist. And for future use owners of Lot 8 Block 3 will be responsible for Reloving and repairing the existing fence.

Both parties, by execution hereunder, shall save and hold harmless each to the other, any liability for or on account of any damage to property incurred in any manner whatsoever growing out of the use of the privilege herein granted.

In witness whereof the parties herein have caused this agreement to be executed this 2497, day of JUNE, 1999.

Jack L. Lindsay

Worothy Lindsay

Dorothy Lindsay

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State of Oregon) ss. County of Klamath)

Personally appeared the above named Jack L. Lindsay, Dorothy Lindsay, January Lindsay, January Lindsay, January act and deed.



Before me:

STATE OF OREGON,

County of County o

State of Oregon, County of Klamath Recorded 6/25/99, at _//: \$7 P m. In Vol. M99 Page 25/09 Linda Smith,
County Clerk Fee\$ 3500