

WARRANTY DEED

ASPEN TITLE ESCROW NO. 05049521

AFTER RECORDING RETURN TO:

ROBERT L. ANLAUF
CAROLYN S. ANLAUF

P.O. Box 484

Bly, OR 97622

UNTIL A CHANGE IS REQUESTED ALL TAX
STATEMENTS TO THE FOLLOWING ADDRESS:
SAME AS ABOVE

ROBERT G. HILLS, SR. and BETTY J. HILLS, husband and wife,
hereinafter called GRANTOR(S), convey(s) and warrants to ROBERT
L. ANLAUF and CAROLYN S. ANLAUF, husband and wife, hereinafter
called GRANTEE(S), all that real property situated in the
County of Klamath, State of Oregon, described as:

SEE LEGAL DESCRIPTION MARKED EXHIBIT "A" ATTACHED HERETO AND BY
THIS REFERENCE MADE A PART HEREOF AS THOUGH FULLY SET FORTH
HEREIN

C-1
"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 30.390."

and covenant(s) that grantor is the owner of the above described
property free of all encumbrances except covenants, conditions,
restrictions, reservations, rights, rights of way and easements
of record, if any, and apparent upon the land, contracts and/or
liens for irrigation and/or drainage AND, Trust Deed, including
the terms and conditions thereof, recorded May 19, 1998, in Book
M-98, Page 16964, Mortgage Records of Klamath County, Oregon,
in favor of Beneficial Oregon, Inc. d/b/a Beneficial Mortgage
Co., which Trust Deed the Grantees herein DO NOT agree to
assume and pay and Grantors hereby hold Grantees harmless
therefrom, and Grantors herein warrant that this Trust Deed
will be paid in full prior to or at the time of payment in full
of the Trust Deed between Grantor and Grantee herein which is
being recorded immediately subsequent to the recording of this
Deed..

and will warrant and defend the same against all persons who may
lawfully claim the same, except as shown above.

The true and actual consideration for this transfer is
\$65,000.00.

In construing this deed and where the context so requires, the
singular includes the plural.

IN WITNESS WHEREOF, the grantor has executed this instrument
this 29th day of June, 1999.

Robert G. Hills Sr.
ROBERT G. HILLS, SR.

Betty J. Hills
BETTY J. HILLS

STATE OF OREGON, County of Klamath)ss.

The foregoing instrument was acknowledged before me this 1st
day of July, 1999, by ROBERT G. HILLS, SR. and BETTY J. HILLS.

Before me: Pam Barnett
Notary Public for Oregon

My Commission Expires: Aug 24, 2001



Lots 14 and 15, Block 8, FIRST ADDITION TO BLY, in the County of Klamath, State of Oregon.

SAVING AND EXCEPTING the North 12 feet of Lot 15, Block 8, adjacent to Lot 16, Block 8, First Addition to Bly, in the County of Klamath, State of Oregon.

ALSO SAVING AND EXCEPTING any portion lying within Bly Canal.

ALSO SAVING AND EXCEPTING the following described property:

Beginning at the Southwest corner of that certain parcel of land more particularly described in deed to James Bell, which deed is recorded in Volume 48 of Deeds at Page 352, Records of Klamath County, Oregon; thence Northerly along the Westerly line of said parcel fifth (50) feet; thence Westerly at right angles to Edler Street, Seventy-four (74) feet, more or less, to Easterly line of Bly Ditch; thence Southeasterly along Easterly line of Bly Ditch to a point due West of point of beginning; thence Easterly thirty-eight (38) feet, more or less, to point of beginning, being a portion of Lot 15, Block 8, First Addition to Bly, in the County of Klamath, State of Oregon.

CODE 58 MAP 3714-3AB TL 2000

State of Oregon, County of Klamath
Recorded 7/01/99, at 3:31 p. m.
In Vol. M99 Page 26423
Linda Smith,
County Clerk Fee \$ 35 12