

LARRY E. SMITH AND SUZANNE K. SMITH, AS TENANTS BY THE ENTIRETY, AS TO AN UNDIVIDED 1/2 INTEREST, AS TO PARCEL 1, AND LARRY E. SMITH AND SUZANNE K. SMITH, AS TENANTS BY THE ENTIRETY, AS TO PARCEL 2, Grantor(s) hereby grant, bargain, sell, warrant and convey to: LLOYD L. NELSON AND PATRICIA A. NELSON, TRUSTEES OF THE NELSON FAMILY 1990 TRUST,

Grantee(s) and grantee's heirs, successors and assigns the following described real property, free of encumbrances except as specifically set forth herein in the County of KLAMATH and State of Oregon, to wit:

SEE EXHIBIT A WHICH IS MADE A PART HEREOF BY THIS REFERENCE

TAX ACCOUNT NO.: 4011 00000 01800-PORTION 4011 00000 03400 4011 01500 00700 002

SUBJECT TO: all those items of record and those apparent upon the land, if any, as of the date of this deed and those shown below, if any: and the grantor will warrant and forever defend the said premises and every part and parcel thereof against the lawful claims and demands of all persons whomsoever, except those claiming under the above described encumbrances.

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.

The true and actual consideration for this conveyance is 50,000.00.

Until a change is requested, all tax statements shall be sent to Grantee at the following address: 24624 Schaupp Road Klamath Falls OR 97603

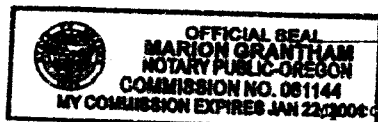
Dated this 30 day of July, 1999

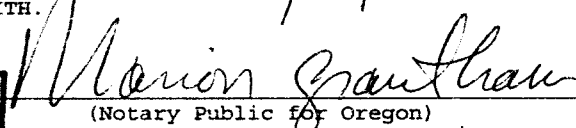
  
LARRY E. SMITH

  
SUZANNE K. SMITH

State of Oregon  
County of KLAMATH

This instrument was acknowledged before me on July 30, 1999 by LARRY E. SMITH AND SUZANNE K. SMITH.



  
(Notary Public for Oregon)  
commission expires 1/22/01

ESCROW NO. MT48669-MG

Return to:

THE NELSON FAMILY 1990 TRUST  
24624 Schaupp Road  
Klamath Falls OR 97603

EXHIBIT "A"  
LEGAL DESCRIPTION

30745

PARCEL 1

A portion of the SW1/4 of the SE1/4 of Section 15, Township 40 South, Range 11 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows:

Beginning at the Southeast corner of said SW1/4 of SE1/4 and running thence North 360 feet; thence West 800 feet; thence South 350 feet, more or less, to the South line of said SW1/4 SE1/4, thence Easterly 800 feet, more or less, to the point of beginning.

PARCEL 2

The E1/2 of the SE1/4 of Section 10, and the W1/2 of the SW1/4 of Section 11, and the NW1/4 of the NW1/4 of Section 14, and the E1/2 of the E1/2 of Section 15, Township 40 South, Range 11 East of the Willamette Meridian, Klamath County, Oregon.

State of Oregon, County of Klamath  
Recorded 8/02/99, at 11:37 a.m.  
In Vol. M99 Page 30744  
Linda Smith,  
County Clerk Fee \$ 35 RL