

GRANTOR NAME AND ADDRESS LOST RIVER LAND AND CATTLE, Inc  
 GRANTEE NAME AND ADDRESS Cliff McMillan  
 AFTER RECORDING RETURN TO Cliff McMillan 1444 Pacific Terrace Ave  
 SEND TAX STATEMENTS TO Cliff McMillan 1444 Pacific Terrace Ave  
 Klamath Falls 97601

## WARRANTY DEED - STATUTORY FORM

Lost River Land & Cattle, Inc., an Oregon corporation, Grantor, conveys and warrants to Clifton H. McMillan III and Patsy H. McMillan, Trustees of the Clifton H. McMillan III Trust dated December 20, 1991 as to an undivided one-half interest and Clifton H. McMillan III and Patsy H. McMillan, Trustees of the Patsy H. McMillan Trust dated December 20, 1991 as to an undivided one-half interest, Grantees, the following described real property, situated in Klamath County, Oregon, legally described on Exhibit A, attached hereto and incorporation by this reference herein as if fully set forth, subject to the following:

Trust Deed dated January 5, 1993  
 Recorded January 29, 1993  
 Vol. M93, page 2202  
 Instrument number 56994  
 Records of Klamath County, Oregon

Agreement Regarding Deed  
 Dated effective May 20, 1998, a Memorandum of which  
 was recorded OCT 2, 1998, Vol. M98, page 36490  
 Instrument number 47340  
 Records of Klamath County, Oregon

Also subject to contract and/or liens for irrigation and/or drainage, reservations, easements, restrictions and rights-of-way of record and those apparent on the land.

THIS INSTRUMENT WILL NOT ALLOW USE OF THE PROPERTY DESCRIBED IN THIS INSTRUMENT IN VIOLATION OF APPLICABLE LAND USE LAWS AND REGULATIONS. BEFORE SIGNING AND 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 consists of or includes other property or value given or promised which is the whole consideration, being an exchange of like property.

DATED this 7th day of October, 1999.

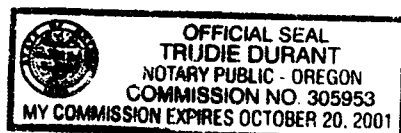
Lost River Land & Cattle, Inc.

By Gary Hart

STATE OF OREGON, County of Klamath) ss.

This instrument was acknowledged before me on 10/7/99  
 by Gary Hart as Pres of Lost River  
 Land & Cattle, Inc.

Trudie Durant  
 NOTARY PUBLIC FOR OREGON



**EXHIBIT "A"**  
**LEGAL DESCRIPTION**

In Township 39 South, Range 8 East of the Willamette Meridian, Klamath County, Oregon.

Section 27: That portion of the W1/2 of E1/2 (which includes Government Lots 3 and 5) lying South of that portion conveyed to Weyerhaeuser Timber Co. by Deed recorded May 5, 1928, Deed Volume 80, page 275, Deed Records of Klamath County, Oregon, and Government Lot 4.

Section 34: Government Lots 1, 2, 3, 4, 5, 6, 7, 8 and 12

Section 35: Government Lot 1

Section 27: Beginning at a point on the center section line of Section 27, Township 39 South, Range 8 East of the Willamette Meridian, Klamath County, Oregon, which point is common with the center section line and the Southeasterly right of way boundary of the Klamath Falls-Ashland Highway (Oregon 66) and bears South a distance of 494.0 feet, more or less, from the quarter section corner common to Section 22 and 27, Township, Range and Meridian aforesaid; thence continuing South along same center section line a distance of 2661.0 feet, more or less to the Northerly right of way boundary of the Weyerhaeuser Timber Company road (Volume 80, page 275, Deed Records of Klamath County, Oregon); thence North 55 degrees 21' East along same, a distance of 36.47 feet; thence North, parallel with the aforesaid center section line a distance of 2667.2 feet, more or less, to the Southeasterly right of way boundary of aforesaid Klamath Falls-Ashland Highway; thence South 48 degrees 08' West along same, a distance of 40.28 feet more or less, to the point of beginning, being a 30 foot strip of land for private road purposes.

EXCEPTING THEREFROM that portion conveyed to the State of Oregon, by and through its Department of Transportation, Highway Division by Deed recorded May 17, 1989 in Volume M89, page 8560, Microfilm Records of Klamath County, Oregon.

State of Oregon, County of Klamath  
Recorded 10/07/99, at 2:21 p.m.  
In Vol. M99 Page 39965  
**Linda Smith,**  
County Clerk      Fee \$ 35<sup>00</sup>