

After recording return to:
(File No. 11658002)

MT 1396 - 1334

Thomas J. Wertlaufer
P. O. Box 749
Salem OR 97308-0749

**RELEASE OF ASSIGNMENT OF TRUST DEED BY BENEFICIARY
FOR SECURITY PURPOSES**

This Release of an Assignment of Trust by Beneficiary for Security Purposes is executed this 18th day of Sept., 1999, by DLB Enterprises, Inc., an Oregon corporation.

RECITALS

A. By this document, DLB Enterprises, Inc., an Oregon corporation hereby releases any and all interest it has in the following real property:

See attached Exhibit "A" incorporated herein by this reference.

B. DLB Enterprises, Inc., received an Assignment of Trust Deed by Beneficiary for Security Purposes under a document dated April 28, 1999, and recorded in the Real Property Records of Klamath County, Oregon, as document number M99-23118 on June 11, 1999.

C. DLB Enterprises, Inc., releases its interest in that it has been fully paid balances loaned by it to Harder Development II, LLC, under a revolving balance promissory note.

IN WITNESS WHEREOF, the undersigned has executed this document dated Sept. 1, 1999.

DLB ENTERPRISES, INC.

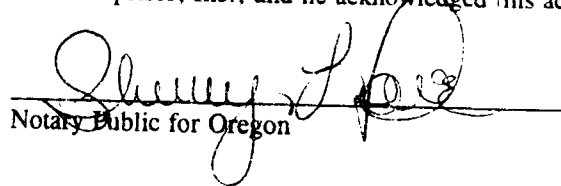
By [Signature]
Dale L. Burghardt, President

STATE OF OREGON)
) ss.
County of Marion)

This instrument was duly acknowledged before me on Sept. 1, 1999 by Dale L. Burghardt who, being first duly sworn, did say that he is the President of DLB Enterprises, Inc., and that this Release of Assignment of Trust Deed by Beneficiary for

40015

Security Reasons was signed on behalf of DLB Enterprises, Inc., and he acknowledged this act to be its voluntary act and deed.


Notary Public for Oregon

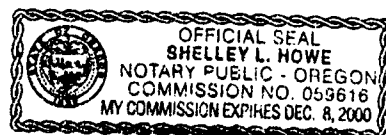


EXHIBIT "A"

PARCEL 1:

That portion of Tract 40B, lying South and Westerly of the O.S.B.R. "A" Canal and Easterly of Washburn Way and all of Tract 40C, ENTERPRISE TRACTS, in the County of Klamath, State of Oregon.

EXCEPTING THEREFROM that portion deeded to Klamath County in Book 335, Page 87, tract deeded to Fred A. Lewis, et ux., in Book 336, Page 157, and parcel deeded to United States of America for canals and laterals recorded June 25, 1909 in Book 27, Page 236 and in Book 30 at Pages 209 and 210, all Deed Records of Klamath County, Oregon, and that portion of Tract 40C described as follows:

Beginning at a one-half inch iron pin on the East right of way line of Washburn Way, said point being North 00 degrees 20' 00" East along the centerline of Washburn Way and along the West line of Section 34 a distance of 332.19 feet and South 09 degrees 33' 03" East a distance of 30.00 feet from the 5/8 inch iron pin marking the West one-quarter corner of Section 34; thence North 00 degrees 20' 00" East along the East right of way line of Washburn Way a distance of 285.00 feet to a one-half inch iron pin; thence South 89 degrees 33' 03" East parallel with the North line of "Mills Gardens" subdivision a distance of 472.43 feet to a one-half inch iron pin; thence continuing South 89 degrees 33' 03" East a distance of 29 feet, more or less, to the Westerly right of way line of the U.S.B.R. "A" Canal; thence Southeasterly along said Westerly line to the North line of "Mills Gardens" subdivision; thence North 89 degrees 33' 03" West along the North line of "Mills Gardens" subdivision (South 89 degrees 45' West by said subdivision plat) a distance of 20.96 feet, more or less, to a two inch iron pipe; thence continuing North 89 degrees 33' 03" West along said subdivision line a distance of 606.40 feet to the point of beginning.

ALSO EXCEPTING THEREFROM any portion lying within the boundaries of Washburn Way.

PARCEL 2:

A tract of land situated in Tracts 40B and 40C, ENTERPRISE TRACTS, in the NW 1/4 of Section 34, Township 30 South, Range 9 East of the Willamette Meridian, in the County of Klamath, State of Oregon, more particularly described as follows:

Beginning at an iron pin located North 0 degrees 24' West a distance of 792.2 feet from the two inch pipe marking the initial point of "Mills Gardens" subdivision, said initial point being North 0 degrees 24' West a distance of 15.0 feet and North 89 degrees 45' East a distance of 30.0 feet from the West quarter corner of said Section 34 according to the officially recorded plat of said "Mills Gardens" subdivision; thence North 0 degrees 24' West a distance of 85.0 feet to an iron pin; thence North 89 degrees 36' East a distance of 100.0 feet to an iron pin; thence South 0 degrees 24' East a distance of 05.0 feet to an iron pin; thence South 89 degrees 36' West a distance of 100.0 feet, more or less, to the point of beginning.

EXCEPTING THEREFROM that portion lying within the boundaries of Washburn Way.