

NA

BARGAIN AND SALE DEED—STATUTORY FORM

INDIVIDUAL GRANTOR

Vol M99 Page 43938

State of Oregon, represented and acting by the Director of the Water Resources

Department

conveys to Robert V. and Marcheta L. Walker, Grantor,....., Grantee, the following real property situated in Klamath
County, Oregon, to-wit:

Land in Klamath County, State of Oregon, to-wit:

In Township 38 South, Range 11 ½ East, W.M.; Section 12: S ½ NW ¼, SW ¼ NE ¼

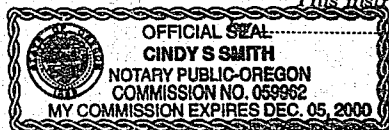
Excepting and reserving to itself, its successors, and assigns, all minerals, as defined in ORS 273.775(1), and all geothermal resources defined in ORS 273.775(2), together with the right to make such use of the surface as may be reasonably necessary for prospecting for, exploring for, mining, extracting, reinfesting, storing, drilling, for, and removing such materials and geothermal resources; provided, however, that the rights hereby reserved to use the surface for any of the above activities shall be subordinate to that use of the surface of the premises deeded herein, or any part thereof, being made by the owner thereof on the date the State of Oregon leases its reserved mineral or geothermal resources; in the event such use of the premises by a surface rights owner would be damaged by one or more of the activities described above, then such owner shall be entitled to compensation from the state's lessee to the extent of the diminution in value of the rights of the owner's interest.

(IF SPACE INSUFFICIENT, CONTINUE DESCRIPTION ON REVERSE SIDE)

The true consideration for this conveyance is \$ 60,000.00 (Here comply with the requirements of ORS 93.030)Dated this 18 day of May, 1998.

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.

Marion Director
Water Resources Department

STATE OF OREGON, County of Marion ss.This instrument was acknowledged before me on May 18, 1998.

Cindy S. Smith Notary Public for Oregon
My commission expires 12/5/2000

BARGAIN AND SALE DEED

State of Oregon Water Resources Dept.
Robert V. and Marcheta L. Walker
25398 Hwy. 70
Bonanza, OR 97623

After recording return to:

Robert V. and Marcheta L. Walker
25398 Hwy. 70
Bonanza, OR 97623

NAME, ADDRESS, ZIP

Until a change is requested, all tax statements
shall be sent to the following address:

Robert V. and Marcheta L. Walker
25398 Hwy. 70
Bonanza, OR 97623

NAME, ADDRESS, ZIP

SPACE RESERVED
FOR
RECORDER'S USE

STATE OF OREGON,

County of

I certify that the within instrument was recorded for record on the 11th day of May, 1998, at 11:08 a.m. and recorded in book/roll/volume No. 1108a.m. on page 43938 or as fee/the instrument/microfilm/reception No. 43938.
Record of Deeds of said county.

State of Oregon, County of Klamath
Recorded 11/03/99, at 11:08 a.m.
In Vol. M99 Page 43938
Linda Smith,
County Clerk Fees \$30.00