

After recording return to:

rek: Norman N. McDougal
P. O. Box 518
Creswell, OR 97426

STATUTORY WARRANTY DEED

Agri Pacific Resources, Inc., and Oregon corporation, Grantor, conveys and warrants to McDougal Bros. Investments, a partnership, and Frontier Resources, LLC, an Oregon limited liability company, as tenants in common, Grantee, the following described real property free of encumbrances except as specifically set forth herein:

A rectangular portion of the NE1/4 SW 1/4 of Section 17, Township 24 South, Range 7 East of the Willamette Meridian, in the county of Klamath, State of Oregon, more particularly described as follows:

Commencing at a point where the North-South center line of said Section 17 intersects the Southwesterly line of the highway right of way of Oregon State Highway 58; thence along said southwesterly line of said right of way in a generally Northwesterly direction a distance of 850 feet to a point which is the true point of beginning; thence at right angles to said highway right of way and in a generally Southwesterly direction 250 feet to a point; thence at right angles to said last course and in a generally Northwesterly direction a distance of 175 feet to a point; thence at right angles to said last course and in a generally Northeasterly direction a distance of 250 feet, more or less, to the said Southwesterly right of way line of said Oregon State Highway 58; thence along said Southwesterly line of said right of way in a generally Southeasterly direction a distance of 175 feet more or less, to the point of beginning.

The true consideration for this conveyance is value other than money.

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

Norman N. McDougal
P. O. Box 518
Creswell, OR 97426

Tax Account Number: 146791

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.

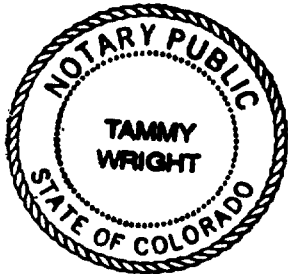
DATED this 17 day of April, 2000.

AGRI PACIFIC RESOURCES

By: [Signature]
Christopher C. Meyers, President

STATE OF COLORADO)
 Montrose) ss.
County of ~~Gunnison~~)

The foregoing instrument was acknowledged before me this 17 day of April, 2000, by Christopher C. Meyers, in his capacity as president of Agri Pacific Resources, Inc.



Tammy Wright
Notary Public for Colorado
My Commission Expires: 3-8-03

State of Oregon, County of Klamath
Recorded 05/08/00, at 8:21 a.m.
In Vol. M00 Page 16398
Linda Smith,
County Clerk Fee\$ 26⁰⁰