

MEMORANDUM OF ANNEXATION AGREEMENT

BE IT REMEMBERED, on the 1st day of May, 2000, the City of Klamath Falls, an Oregon municipal corporation (CITY), and Reames Golf & Country Club (OWNER) entered into an Annexation Agreement committing the real property as described in the attached Exhibit A situated in Klamath County, Oregon, to possible future annexation to the City:

Said Annexation Agreement includes a request to rezone the property following annexation.

IN WITNESS WHEREOF, the parties have hereunto set their hands this 2nd day of May, 2000.

CITY OF KLAMATH FALLS

REAMES GOLF & COUNTRY CLUB

By: James R. Keller
City Manager

By: Terry Scroggin
President, Terry Scroggin

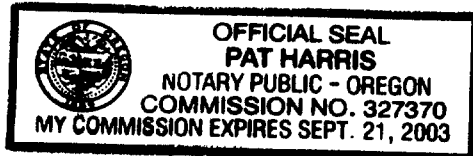
Attest: Elisa D. Olson
City Recorder

Attest: James McAtee
Secretary, James McAtee

STATE OF OREGON
COUNTY OF KLAMATH } ss.

On the 30 day of May, 2000, personally appeared James R. Keller and Elisa D. Olson, who, each being first duly sworn, did say that the former is the City Manager and the latter is the City Recorder of the City of Klamath Falls, an Oregon municipal corporation, and that the instrument was signed on behalf of said municipal corporation; and each of them acknowledged said instrument to be its voluntary act and deed.

BEFORE ME:



Pat Harris
Notary Public for Oregon
My Commission Expires: 9-21-03

STATE OF OREGON
COUNTY OF KLAMATH } ss

On the 2nd day of May, 2000, appeared Terry Scroggin, acting as President for Reames Golf & Country Club, and being duly sworn acknowledged said instrument to be its voluntary act and deed.

BEFORE ME:



Kristine M. White AKA Kristine W. Kandra
Notary Public for Oregon
My Commission Expires: 9/29/02

AFTER RECORDING RETURN TO:
Klamath Falls City Recorder
P.O. Box 237
Klamath Falls, OR 97601

EXHIBIT A

ALSO EXCEPTING that property conveyed to the State of Oregon, by and through its State Highway Commission by deeds recorded in Books M-68, Page 4194 and M-85 at Page 11037, Microfilm Records of Klamath County, Oregon.

CODE 4 & 83 MAP 3909-700 TL 1500
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2) Beginning at a point in Lot 4, Section 8, Township 39 South, Range 9 East of the Willamette Meridian, which is on the Northwestern right of way line of the Great Northern Railway, and is North 24 degrees 52' East, 210 feet from the Southwest corner of said Lot 4, and which point of beginning is 150 feet from the centerline of said right of way, when measured along the radius of a six degree curve on said centerline; thence North 24 degrees 52' East 52.7 feet; thence North 39 degrees 19' West, 196.8 feet, more or less, to a point on the West line of said Lot 4; thence North 0 degrees 04' West along the West lines of Lot 4, Lot 3 and the SE 1/4 NW 1/4 of said Section 8, a distance of 2698.1 feet, more or less, to the Southwest corner of Klamath Memorial Park, a platted cemetery belonging to the City of Klamath Falls, Oregon; thence North 89 degrees 56' East, (North 89 degrees 22' East, according to the Plat of Klamath Memorial Park), along the South boundary of said cemetery, a distance of 355 feet; thence South 0 degrees 04' East, 2646.3 feet, more or less, to a point on the Northwestern right of way line of said Great Northern Railway, which is 150 feet from the centerline of said right of way; thence South 28 degrees 43' West, along said right of way line, 62 feet, more or less, to a point on a curved line of said right of way, which is 150 feet from the center line of said right of way, when measured along the radius of said curved line; thence Southwesterly along said curved right of way line, which is parallel to and 150 feet distant from the centerline of said right of way, (the long chord of which curve bears South 48 degrees 30' West, 315.6 feet), to the point of beginning; being portions of Lot 3, Lot 4 and the SE 1/4 NW 1/4 of Section 8, Township 39 South, Range 9 East of the Willamette Meridian.

3) Beginning at the Southeast corner of the Southwest quarter of Northwest quarter of Section 8, Township 39 South, Range 9 East of the Willamette Meridian; thence West along the South line of said Southwest quarter of Northwest quarter of Section 8 a distance of 825.9 feet, more or less, to the Southeast corner of a parcel of land deeded by Wm. Ganong to Willard T. Mann, which deed is recorded in Klamath County Deed Records, Volume 185, page 460; thence North 45 degrees 09 1/2' West along a Northeasterly line of said Mann parcel, a distance of 354.5 feet; thence East, 1074.5 feet, more or less, to the East line of the Southwest quarter of Northwest quarter of said Section 8; thence South 0 degrees 38' East, 250 feet, more or less, to the point of beginning; being a portion of the Southwest quarter of Northwest quarter of Section 8, Township 39 South, Range 9 East of the Willamette Meridian.

ALSO: Beginning at the one-quarter corner common to Sections 7 and 8, Township 39 South, Range 9 East of the Willamette Meridian; thence North 0 degrees 43' West along the section line a distance of 250 feet; thence East a distance of 245.8 feet to a Northeasterly boundary line of a parcel of land deeded by Wm. Ganong et ux to W.T. Mann et ux, the deed for which is recorded in Klamath County Deed Records, Volume 185, page 460; thence South 45 degrees 09 1/2' East a distance of 354.4 feet, more or less, to the South boundary of the Southwest quarter of Northwest quarter of Section 8 of said Township and Range; thence West a distance of 494.1 feet, more or less, to the point of beginning, being a portion of the Southwest quarter of Northwest quarter of Section 8, Township 39 South, Range 9 East of the Willamette Meridian and being the Southerly portion of the W.T. Mann property mentioned above.

3909- 800-800
3909 800-1200

3909-1800-100

EXHIBIT A

4) A parcel of land in Government Lot 1, Section 17, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon, bounded by a line described as follows:

Commencing at the Section corner common to Sections 7, 8, 17 and 18, thence Easterly along the Section line common to Sections 8 and 17 a distance of 1,316.1 feet, thence Southwesterly in a straight line at an angle of 27 degrees 05' with last described course, to a point of intersection with the Section line common to Sections 17 and 18 distant 679.9 feet South of the Northwest corner of said Section 17, thence Northerly along the Section line common to Sections 17 and 18 a distance of 679.9 feet to the point of beginning.

Tax Account No: 3909 01700 00300

5) the West half of the Southwest quarter (W1/2 SW1/4) of Section (8) and the Northeast Quarter of the Northeast Quarter (NE1/4 NE1/4) of Section Eighteen (18) excepting the following portions thereof to wit:

Beginning at the SE corner of the NE1/4 of the NE1/4 of said Section, thence running due North a distance of forty rods, thence running in a direct line in a SW direction intersecting the South line of said quarter at a point 34 1/2 rods due West of the place of beginning, thence due East on the subdivisional line to place of beginning, all being situated in Township Thirty-Nine (39) South of Range Nine (9) East of the Willamette Meridian.

All that part of Government Lot four (4), Section Eight (8), Township Thirty-nine (39) South, Range Nine (9) East of the Willamette Meridian, described as follows, to wit:

Beginning at the Southwest corner of said Lot four (4), thence North twenty-four degrees, fifty-two minutes (24 degrees 52') East two hundred sixty-two and seven-tenths (262.7) feet, thence North thirty-four degrees nineteen minutes (34 degrees 19') West one-hundred ninety-six and eight-tenths (196.8) feet to a point on the West boundary of said Lot four (4), thence South 0 degree four minutes (0 degree 04') East along said West boundary to the point of beginning.

State of Oregon, County of Klamath
Recorded 06/15/00, at 10:31 a.m.
In Vol. M00 Page 21686
Linda Smith,
County Clerk Fee \$ 21.00
10.00 C.