



WARRANTY DEED

ASPEN TITLE ESCROW 01051564

AFTER RECORDING RETURN TO:
 JIMMY L. CLARK AND PAMELA J. CLARK
 16065 CAREY LANE
 MORGAN HILL, CA 95037

UNTIL A CHANGE IS REQUESTED ALL TAX
 STATEMENTS TO THE FOLLOWING ADDRESS:
 SAME AS ABOVE

GEORGE A. PONDELLA, JR. AND DONALD E. BAILEY, hereinafter
 called GRANTOR(S), convey(s) and warrants to JIMMY L. CLARK AND
 PAMELA J. CLARK, HUSBAND AND WIFE, hereinafter called
 GRANTEE(S), all that real property situated in the County of
 Klamath, State of Oregon, described as:

SEE LEGAL DESCRIPTION MARKED EXHIBIT "A" ATTACHED HERETO AND BY
 THIS REFERENCE MADE A PART HEREOF AS THOUGH FULLY SET FORTH
 HEREIN

"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 30.390."

and covenant(s) that grantor is the owner of the above described
 property free of all encumbrances except covenants, conditions,
 restrictions, reservations, rights, rights of way and easements
 of record, if any, and apparent upon the land, contracts and/or
 liens for irrigation and/or drainage,

and will warrant and defend the same against all persons who may
 lawfully claim the same, except as shown above.

The true and actual consideration for this transfer is
 \$130,000.00

In construing this deed and where the context so requires, the
 singular includes the plural.

IN WITNESS WHEREOF, the grantor has executed this instrument
 this 15th day of December, 2000.

George A. Pondella, Jr. Donald E. Bailey
 GEORGE A. PONDELLA, JR. DONALD E. BAILEY

STATE OF Oregon, County of Klamath)ss.

On December 15, 2000, personally appeared
George A. Pondella, Jr. and Donald E. Bailey who
 acknowledged the foregoing instrument to be their voluntary act
 and deed.

Vickie Blankenburg
 Notary Public for Klamath County, OR
 My Commission Expires: 7/01/01

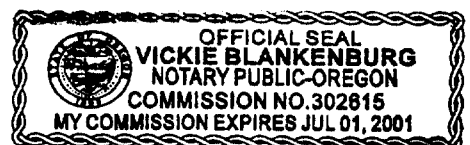


EXHIBIT "A"

PARCEL 1:

The SW 1/4 NE 1/4 of Section 35, Township 34 South, Range 8
East of the Willamette Meridian, in the County of Klamath,
State of Oregon.

CODE 8 MAP 3408-3500 TL 400

PARCEL 2:

The SE 1/4 NE 1/4 of Section 35, Township 34 South, Range 8
East of the Willamette Meridian, in the County of Klamath,
State of Oregon.

CODE 8 MAP 3408-3500 TL 300

PARCEL 3:

That part of the NE 1/4 of the SW 1/4 that lies North of the
Sprague River Highway, in Section 35, Township 34 South, Range 8
East of the Willamette Meridian, in the County of Klamath,
State of Oregon.

TOGETHER WITH an easement for ingress and egress as shown
on easement recorded May 21, 1997 in Book M-97 at Page 15600,
Microfilm Records of Klamath County, Oregon.

CODE 8 MAP 3408-3500 TL 1300

State of Oregon, County of Klamath
Recorded 12/15/00, at 2:47 p. m.
In Vol. M00 Page 45101
Linda Smith,
County Clerk Fee \$ 26⁰⁰