

RETURN TO: Michael P. Rudd 411 Pine Street Klamath Falls, OR 97601	TAX STATEMENTS TO: Frederick and Jessie Fahner, Trustees 2658 Fairway Drive Klamath Falls, OR 97601	CLERK'S STAMP:
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-BARGAIN AND SALE DEED-

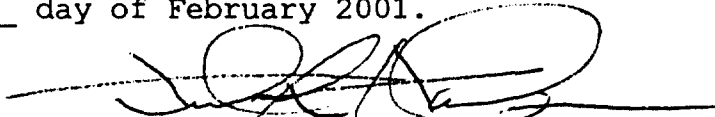
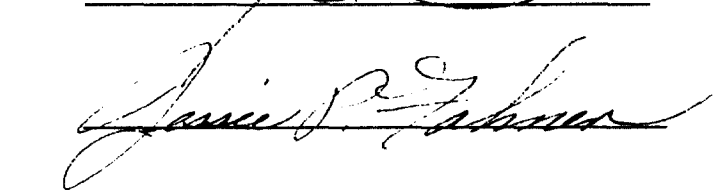
Frederick W. Fahner and Jessie P. Fahner, husband and wife, Grantor, conveys to Frederick W. Fahner and Jessie P. Fahner, trustees of the 1996 Fahner Family Trust Revocable Living Trust Agreement, Grantee, the following described real property situated in the County of Klamath, State of Oregon, to-wit:

SEE ATTACHED EXHIBIT "A"

The true and actual consideration for this transfer is an estate plan.

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 16 day of February 2001.

STATE OF OREGON)
) ss. February 16, 2001.
 County of Klamath)

Personally appeared the above-named Frederick W. Fahner and Jessie P. Fahner and acknowledged the foregoing instrument to be their voluntary act. Before me:

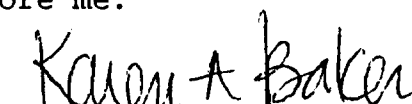

 Notary Public for Oregon
 My Commission expires: 9-28-01



EXHIBIT "A"

Parcel One:

A tract of land situated in Section 8, Township 39 S., Range 9 E.W.M., described as follows: Beginning at the northwest corner of Government Lot 3; thence east along the north line of said lot 355 feet to the true point of beginning; thence north parallel with and 355 feet east of the west line of the SE ¼ of NW ¼ of Section 8, 390 feet, more or less, to the south line of Deed recorded July 15, 1943 in Deed Volume 156 at page 579; thence east along the south line of said deed to the west right of way line of Memorial Drive, also known as, Cumberland Road; thence southwesterly along said west right of way line to the north line of deed recorded April 26, 1962 in Deed Volume 337 at page 134; thence west along the north line of said deed to a point 355 feet east of the west line of Gov't Lots 3 and 4; thence north parallel to and 355 feet east of said west line to the point of beginning. SAVING AND EXCEPTING that portion contained in Parcel Two below.

Parcel Two:

A tract of land situated in Section 8, Township 39 S., Range 9 E.W.M., described as follows: Commencing at a point on the West line of a tract of land described indeed Volume M-66 on page 11553 Deed Records of Klamath County, Oregon from which the Northwest corner of Government Lot 3 bears West 355 feet; thence S. 00°38' E. along said West line 1120 feet to a 5/8 inch pin marking the POINT OF BEGINNING for this description; thence continuing along said West line S. 00°38' E., 100.00 feet to a 5/8 inch iron pin; thence leaving said West line and running East 468.57 feet to a 5/8 inch iron pin on the West right-of-way line of Memorial Drive, also known as Cumberland Road; thence Northerly along said West right-of-way line the following courses and distances; N. 20°46' E. 54.50 feet; N. 28°17' E. 55.68 feet to a 5/8 inch iron pin on said West right-of-way line; thence leaving said West right-of-way line and running West, 515.38 feet to the point of beginning of this description.

State of Oregon, County of Klamath
Recorded 02/26/01, at 3:58 p.m.
In Vol. M01 Page 7535
Linda Smith,
County Clerk Fee \$26.00