



WARRANTY DEED -- STATUTORY FORM

NANCY M. SMARTT WHO AQUIRED TITLE AS NANCY M. SMITH, AN INDIVIDUAL,
Grantor,

conveys and warrants to

JOHN H. WALTERS and BEVERLY A. WALTERS, husband and wife, Grantee,

the following described real property, free of encumbrances except as
specifically set forth herein, to wit:

E 1/2 SE 1/4 NW 1/4 NE 1/4 of Section 4, Township 25 South, Range 8 East
of the Willamette Meridian, Klamath County, Oregon.

Tax Account No(s): 159134

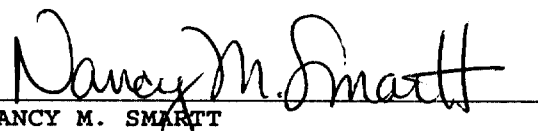
Map/Tax Lot No(s): 2508-400-1000

This property is free from encumbrances, EXCEPT: All those items of record, if
any, as of the date of this deed, including any real property taxes due, but
not yet payable.

The true consideration for this conveyance is \$11,000.00 .

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 May, 2001.

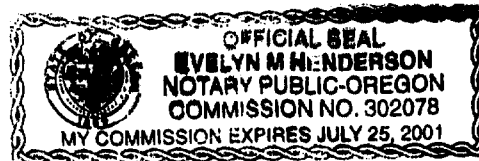

NANCY M. SMARTT

STATE OF OREGON, COUNTY OF DESCHUTES) SS.

This instrument was acknowledged before me on May 16, 2001 by NANCY M. SMARTT.


(Notary Public for Oregon)

My commission expires 7-25-01



After recording return to:
WESTERN TITLE & ESCROW COMPANY
16455 WILLIAM FOSS ROAD
LA PINE, OR 97739

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

JOHN & BEVERLY WALTERS
2106 DEVOS STREET
EUGENE, OR 97402

TITLE NO. K-57014
ESCROW NO. 14-A099601

State of Oregon, County of Klamath
Recorded 05/17/01, at 10:48 a.m.
In Vol. M01 Page 22727
Linda Smith,
County Clerk Fee \$ 21.00