STATUTORY SPECIAL WARRANTY DEED

ZELMA B. WILCHER, Grantor, conveys and specially warrants to FLOYD E. CHANEY and PATRICIA A. CHANEY, husband and wife, Grantee, the following described real property, free of encumbrances created or suffered by the grantor except as specifically set forth herein:

RESERVING a life estate in Grantor.

See Attached Exhibit "A"

SUBJECT TO reservations and restrictions of record, liens, easements and rights of way of record and those apparent on the land.

The true and actual consideration for this conveyance is \$1.00 and other valuable consideration.

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

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 5 day of July, 2001.

× Gelma B Wilcher

STATE OF OREGON

]] ss.

County of Klamath

The foregoing instrument was acknowledged before me this ____ day of _____, 2001, by ZELMA B. WILCHER.

Notary Public for Oregon

My Commission expires:

The following described real property in Klamath County, Oregon

The following described real property in Klameth County, Oregon:

A parcel of land located in the SEk of the MEk of Section 1, Township 40 South, Range 7 East of the Willsmetts Meridian, Klamath County, Oregon, more particulary described as follows:

Beginning at a 5/8 " reber marking the center of said Section 1; thence North 89° 47' 13" West along the Southerly line of that parcel of land described in Deed Records M-71 at page 862 and M-70 at page 5467, a distance of 400.00 feet; thence North 00° 08' 17" East, along the West line of that parcel of land described in Deed Records M-70 at page 5467, a distance of 260.00 feet; thence South 89° 47' 13" East, 270.00 feet; thence North 5° 03' 20" West, 773.27 feet more or less to the Northwest corner of a parcel of land described in Deed Records M-71 at page 862; thence North 57° 44' East, along the Northerly line of said parcel 236.88 feet more or less to a 5/8" reber marking the Northeast corner of said parcel; thence South 00° 08' 17" West, 1109.00 feet more or less to the point of beginning.

State of Oregon, County of Klamath Recorded 08/01/01 at 11.390, m. In Vol. M01 Page 38 5 3 5

Linda Smith.

County Clerk Fee\$ 26

Rt: Jairclo