FINANCING STATEMENT

Voi M02 State of Oregon, County of Klamath Recorded 02/19/2002 9:01 a. m. Vol M02, Pg 9496-97 Linda Smith, County Clerk For Filing Officer '02 FEB 19 AM9:01 Fee \$ 260 # of Pgs 2 Debtor #1: Secured Party: Northwest Farm Credit Services, PCA Wilmer E. Hammerich, Jr. 2 900 Klamath Avenue, PO Box 148 18425 W. Langell Valley Rd Bonanza, OR 97623 Klamath Falls, OR 97601 Tax ID#: 546-25-6793 County of Residence: Klamath Debtor #2: Assignee of Secured Party: Kimberly D. Hammerich 18425 W. Langell Valley Rd Bonanza, OR 97623 Tax ID#: 544-96-5331 County of Residence: Klamath No. of Additional Sheets: Debtor #3: Prepaid Account #: Montana Only: This is an Agricultural Tax ID#: Name of record owner of Real Estate: County of Residence:

This financing statement covers the types of collateral listed on Schedule A, attached, now owned or hereafter acquired, including without limitation, the items specifically identified thereon and inventory, accounts and general intangibles including without limitation any and all entitlements and payments from state and federal farm programs and all products and proceeds of any of the above collateral. Disposition of collateral is not authorized and collateral secures present and future loans and advances.

Ag products are produced/located in Klamath county(ies).

THIS FILING IS A FIXTURE FILING TO BE FILED FOR RECORD IN THE REAL ESTATE RECORDS.

This statement is filed without the debtor's signature to perfect a security interest in collateral which is already subject to a security interest in another jurisdiction; which is proceeds of the described original collateral which was perfected; as to which the filing has lapsed; or acquired after a change of name, identity or corporate structure of debtor.

Wilmer E. Hammerich, Jr.

Kimberly D. Hammerich

SECURED PARTY SIGNATURE

Northwest Farm Credit Services, PCA

Authorized Agent

Financing Statement (44266-141)

SCHEDULE A

FIXTURES

All irrigation equipment.

The above goods are or will become fixtures on the following described property:

PARCEL 1:

That portion of the SE1/4 SE1/4 lying Southwesterly of Miller Creek and Northeasterly of Lost River in Section 11, Township 40 South, Range 13 East of the Willamette Meridian, Klamath County, Oregon.

The SE1/4 SE1/4; that portion of the N1/2 SE1/4 lying South of Miller Creek as now located; the SW1/4 SE1/4 EXCEPT that portion lying Northwesterly of Miller Creek as now located; that portion of the S1/2 SW1/4 lying Southeasterly of Miller Creek, All in Section 12, Township 40 South, Range 13 East of the Willamette Meridian, Klamath County, Oregon.

The NE1/4; NW1/4 SE1/4; E1/2 NW1/4 and all of the NW1/4 NW1/4 EXCEPT that portion lying North of Miller Creek as now located in Section 13, Township 40 South, Range 13 East of the Willamette Meridian, Klamath County, Oregon.

That portion of the NE1/4 NE1/4 lying East of Lost River and South of Miller creek; that portion of the SE1/4 NE1/4 lying Northeasterly of Lost River as now located in Section 14, Township 40 South, Range 13 East of the Willamette Meridian, Klamath County, Oregon.

PARCEL 2:

The SW1/4 SE1/4 and those portions of the SE1/4 SW1/4, N1/2 SW1/4 and SW1/4 NW1/4, which lies Northeasterly of the lost River Channel Improvement Project, of Section 13, Township 40 South, Range 13 East of the Willamette Meridian, Klamath County, Oregon.

EXCEPTING the 50 foot strip off the south end of said SW1/4 SE1/4 and SE1/4 SW1/4 which was conveyed to Klamath County, Oregon by Deed recorded in Volume 227 at page 141 of Klamath County, Oregon Deed Records.

PARCEL 3:

That portion of the N1/2 NE1/4 lying Southwesterly of the East Langell Valley Road in Section 7, Township 40 South, Range 14 East of the Willamette Meridian, Klamath County, Oregon.

PARCEL 4:

The SE1/4 NE1/4 and the Northerly ten acres of the NE1/4 SE1/4 of Section 7; and the W1/2 NW1/4 and the NW1/4 SW1/4 of Section 8; all in Township 40 South, Range 14 East of the Willamette Meridian, Klamath County, Oregon.

K.K.