

NOTICE OF PENDENCY
OF AN ACTION

State of Oregon, County of Klamath
Recorded 08/30/2002 9:39 a m.
Vol M02, Pg 49324-25
Linda Smith, County Clerk
Fee \$ 26.00 # of Pgs 2

Pursuant to ORS 93.740, the undersigned states:

1. AS PLAINTIFF: R. Peterson, Trustee for the Trust Management Group, which is Trustee for the Highway 66 Trust, has filed an action in the Circuit Court for Klamath County, State of Oregon: Case No. 0100354 CV
2. THE DEFENDANTS ARE: ELIZABETH BENNETT and GERALD F. BENNETT
3. The Defendants have filed counterclaims against the Plaintiffs which exceed the amount of Plaintiff's claims.
4. THE OBJECT OF THE ACTION IS: Real property boundary dispute and the recovery of damages for tortious conduct.
5. THE DESCRIPTION OF THE PROPERTY TO BE AFFECTED IS:

16575 HWY 66, KENO, OR, which is more fully described in "Exhibit A" attached.

DATED: This 29TH day of August, 2002.


GARY L. HEDLUND, OSB #73129
Attorney for Defendants


Pt. oc. Name: Gary L. Hedlund, Esq.
Address: 303 Pine Street
Klamath Falls, OR 97601
Phone No: (541)883-3456

STATE OF OREGON)
) ss.
County of Klamath)

On this 29th day of August, 2002, personally appeared before me the above named, Gary L. Hedlund, and acknowledged the foregoing instrument to be his voluntary act and deed.

APPROVED:


Elizabeth Bennett


NOTARY PUBLIC FOR OREGON
My Commission Expires: 5-23-2006

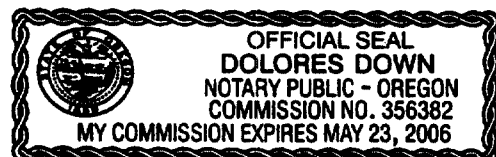


EXHIBIT "A"

That portion of Government Lot 3 and the SE 1/4 of the NW 1/4 of Section 1, Township 40 South, Range 7 East of the Willamette Meridian, in the County of Klamath, State of Oregon, described as follows:

Beginning at a 1" iron pipe marking the Northeast corner of the Northwest corner of said Section 1, said point being the Northeast corner of that tract conveyed to Norma Jean Howard by Deed recorded in Book 74, Page 12620, Records of Klamath County, Oregon; thence North 89 degrees 18' 19" West along the North line of said NW 1/4 110.00 feet to a 5/8" iron rod marking the Northeast corner of that tract conveyed to Elizabeth J. Bennett by Deed recorded in Book M-94, Page 5019, Records of Klamath County, Oregon; thence South 00 degrees 07' 22" West along the East line of said Bennett Tract 1276.52 feet to a 5/8" iron rod at the Southeast corner thereof; thence North 89 degrees 18' 19" West along the South line of said Bennett Tract 110.00 feet to the true point of beginning of the tract herein described; thence South 00 degrees 07' 22" West 75.24 feet to a 5/8" iron rod; thence South 30 degrees 11' 15" East 217.91 feet to a 5/8" iron rod on the Northwesterly right of way line of State Highway 66; thence Southwesterly along the Northwesterly right of way line of State Highway 66 to the Southwest corner of said Howard Tract; thence North along the West line of said Howard Tract to the Southwest corner of said Bennett Tract; thence South 89 degrees 18' 19" East along the South line of said Bennett Tract 110.00 feet, more or less, to the true point of beginning.

CODE 21 MAP 4007-1BO TL 300