

After recording return to:

Katherine O. VanZanten
Sussman Shank LLP
Suite 1400
1000 S.W. Broadway
Portland, OR 97205-3089

State of Oregon, County of Klamath
Recorded 10/02/2002 3:30 p. m.
Vol M02, Pg 56553-55
Linda Smith, County Clerk
Fee \$ 31.00 # of Pgs 3

Until a change is requested, all tax
statements shall be sent to:

06/ Karl Schwartz
PO Box 473
Merrill, OR 97633

WARRANTY DEED

Karl J. Schwartz, Grantor, conveys and warrants to Karl J. Schwartz, Trustee, the Karl J. Schwartz Trust u/a dated September 26, 2002, Grantee, the real property situated in Klamath County, Oregon, and described on Exhibit A attached hereto and made a part hereof by this reference.

The liability and obligations of the Grantor to Grantee and Grantee's heirs and assigns under the warranties and covenants contained herein or provided by law shall be limited to the amount, nature, and terms of any right or indemnification available to Grantor under any title insurance policy, and Grantor<> shall have no liability or obligation except to the extent that reimbursement for such liability or obligation is available to Grantor under any such title insurance policy.

The said property is free of encumbrances except as specifically set forth herein: Encumbrances of record, if any.

The true and actual consideration for this transfer is estate planning.

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.

56554

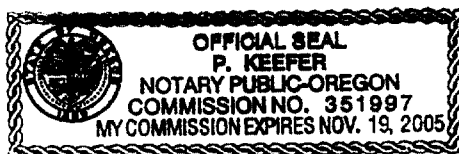
DATED this 26th day of September, 2002.

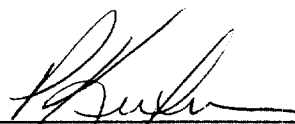
GRANTOR:


Karl J. Schwartz

STATE OF OREGON)
 Klamath)
County of Multnomah) ss.
 AK)

This instrument was acknowledged before me on October 2, 2002
by Karl J. Schwartz.




Notary Public for Oregon
My commission expires: November 19, 2005

F:\CLIENTS\164321001\WARRANTY DEED.DOC

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EXHIBIT A

THE N ½ OF THE SE ¼ OF SECTION 27, TOWNSHIP 40, SOUTH, RANGE 11 EAST
OF THE WILLAMETTE MERIDIAN, IN THE COUNTY OF KLAMATH, STATE OF
OREGON.