



After recording return to:

DONALD N. BAUHOFFER
250 NW FRANKLIN AVE, STE 204
BEND, OR 97701

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

DONALD N. BAUHOFFER
250 NW FRANKLIN AVE, STE 204
BEND, OR 97701

Escrow No. BT050117LS

Title No. _____

Vol M02 Page 71832

State of Oregon, County of Klamath
Recorded 12/10/2002 3:05 p m.
Vol M02, Pg 71832-33
Linda Smith, County Clerk
Fee \$ 26.00 # of Pgs 2

WARRANTY DEED

THE PENNBROOK COMPANY, an Oregon Corporation,
Grantor(s) hereby grant, bargain, sell, warrant and convey to:
DONALD N. BAUHOFFER

Grantee(s) and grantee's heirs, successors and assigns the following described
real property, free of encumbrances except as specifically set forth herein in
the County of KLAMATH and State of Oregon, to wit:

Lots 348, 349 and 350, RUNNING Y RESORT, PHASE 4, SECOND ADDITION,
according to the official plat thereof on file in the office of the
County Clerk of Klamath County, Oregon.

SUBJECT TO: all those items of record and those apparent upon the land, if
any, as of the date of this deed and those shown below, if any:
and the grantor will warrant and forever defend the said premises and every
part and parcel thereof against the lawful claims and demands of all persons
whomsoever, except those claiming under the above described encumbrances.

The true and actual consideration for this conveyance is
change of vesting

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 3d day of December, 2002.

THE PENNBROOK COMPANY
BY: DONALD N. BAUHOFFER, PRESIDENT

State of Oregon
County of DESCHUTES

This instrument was acknowledged before me on December 3rd, 2002 by
DONALD N. BAUHOFFER, PRESIDENT OF THE PENNBROOK COMPANY.

Linda Sinclair
(Notary Public for Oregon)

My commission expires 12/21/2004



71833

EXHIBIT "A"

SUBJECT TO a Trust Deed of record in favor of Running Y Resort, Inc., which recorded on October 21, 1998 Volume M98, Page 38673 and re-recorded on October 6, 1999 Volume M99 Page 39735.