



WTC - 61064 TM

Vol M03 Page 39246

THIS SPACE RESERVED FOR RECORDER'S USE

After recording return to:

GEORGE GRAFFT

5155 ROUND LAKE ROAD

KLAMATH FALLS, OR 97601

State of Oregon, County of Klamath

Recorded 06/09/2003 2:51 P. m.

Vol M03 Pg 39246-47

Linda Smith, County Clerk

Fee \$ 26.00 # of Pgs 2

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

GEORGE GRAFFT

5155 ROUND LAKE ROAD

KLAMATH FALLS, OR 97601

Escrow No. MT61064-TM

WARRANTY DEED

JEFFERY K. LADY and TAUNYA R. LADY, as tenants by the entirety, Grantor(s) hereby grant, bargain, sell, warrant and convey to:
GEORGE GRAFFT and JANET GRAFFT, as tenants by the entirety, 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:

SEE EXHIBIT A WHICH IS MADE A PART HEREOF BY THIS REFERENCE

KEY#706828

3908-008D0-00400

KEY#581356

3908-008D0-00400

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 \$110,000.00.

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.

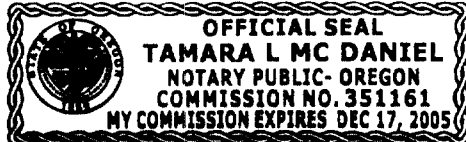
Dated this 2 day of June, 2003

Jeffery K. Lady
JEFFERY K. LADY

BY Taunya R. Lady, ATTORNEY IN FACT

TAUNYA R. LADY

State of Oregon
County of KLAMATH



This instrument was acknowledged before me on June 2, 2003 by TAUNYA R. LADY INDIVIDUALLY AND AS ATTORNEY IN FACT FOR JEFFERY K. LADY.

Tamara L. McDaniel
(Notary Public for Oregon)

My commission expires 12/17/05

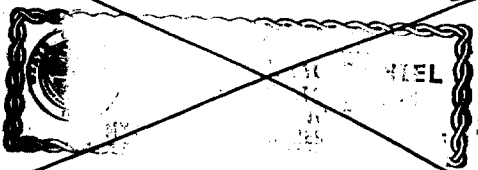


EXHIBIT "A"
LEGAL DESCRIPTION

A tract of land situated in the S1/2 SE1/4 SE1/4 of Section 8, Township 39 South, Range 8, East of the Willamette Meridian, Klamath County, Oregon being that portion of the S1/2 SE1/4 SE1/4 of said Section 8 lying East of the existing graveled road as described in Deed Volume M75, page 15158, Microfilm Records of Klamath County, Oregon, more particularly described as follows:

Beginning at the Southeast corner of said Section 8; thence West, along the South line of said Section 8, 599.50 feet (577 feet by said Deed Volume M75, page 15158, Microfilm Records of Klamath County, Oregon) to the center line of said existing road; thence Northerly along the center line of said existing road the following courses: North 58 degrees 36' 29" West 52.79 feet, along the arc of a curve to the right (radius = 125.00 feet, central angle = 51 degrees 28' 10") 112.29 feet, North 07 degrees 08' 19" West 279.10 feet, along the arc of a curve to the left (radius = 500.00 feet, central angle = 26 degrees 50' 35") 234.25 feet, North 33 degrees 58' 54" West 57 feet, more or less, to the North line of the said S1/2 SE1/4 SE1/4; thence Easterly along the said North line to the Northeast corner of said S1/2 SE1/4 SE1/4; thence Southerly 660 feet, more or less, to the point of beginning, with bearings based on the South lie of the SE1/4 of said Section 8 as being West.

EXCEPTING THEREFROM a tract of land situated in the S1/2 SE1/4 SE1/4 of Section 8, Township 39 South, Range 8, East of the Willamette Meridian, Klamath County, Oregon, being a portion of the S1/2 SE1/4 SE1/4 of said Section 8, lying East of an existing graveled road described in Deed Volume M75, page 15158, Microfilm Records of Klamath County, Oregon, and being more particularly described as follows:

Beginning at the Northeast corner of the S1/2 SE1/4 SE1/4 of said Section 8; thence South 01 degrees 06' 22" West, 75 feet; thence South 75 degrees 51' 11" West 747.04 feet, more or less, to the centerline of said existing graveled road; thence along the centerline of said existing road, the following courses: Northerly along the arc of a curve to the left (radius = 500.00 feet, central angle = 25 degrees 08' 35") 219.41 feet; thence along the arc of a curve to the left (radius = 500.00 feet, central angle = 01 degrees 42' 00") 14.84 feet; thence North 31 degrees 16' 01" West 57.18 feet, more or less, to the North line of the S1/2 SE1/4 SE1/4; thence South 87 degrees 31' 08" East, 833.01 feet along said North line to the point of beginning.