

AFTER RECORDING  
RETURN TO:  
John S. Woodworth  
PO Box 747  
Eugene, Oregon 97440

**NOTICE OF LIS PENDENS**

TO ALL WHOM THIS MAY CONCERN, notice is hereby given that:

1. An action affecting the title to the real property described below is now pending in the Circuit Court for the State of Oregon, County of Lane, as follows:

IN THE CIRCUIT COURT OF THE STATE OF OREGON

FOR THE COUNTY OF LANE

PETE HANSEN & SONS, an Oregon  
Partnership; Donald Hansen;  
and Ronald Hansen,

Plaintiffs,

v.

10 BEARS AT CHILOQUIN, INC, an  
Oregon Corporation; 10 BEARS  
AT CHILOQUIN II, INC., a  
Nevada Corporation; RAPIDS  
DEVELOPMENT, INC., a Nevada  
Corporation; Wayne W. Maynard;  
Stevens N. Kendall; and JOHN  
DOES 1 - 10;

Defendants.

No. 16 06 12453

2. The parties are: PETE HANSEN & SONS, an Oregon Partnership; Donald Hansen; and Ronald Hansen, Plaintiffs, and 10 BEARS AT CHILOQUIN, INC, an Oregon Corporation; 10 BEARS AT

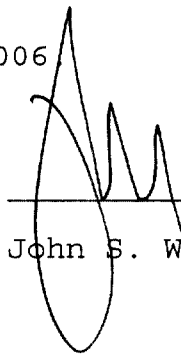
CHILOQUIN II, INC., a Nevada Corporation; RAPIDS DEVELOPMENT, INC., a Nevada Corporation; Wayne W. Maynard; Stevens N. Kendall; and JOHN DOES 1 - 10, Defendants.

3. The object of the action is to secure a general judgment which relief may confirm or change a party's legal right to, title or interest in the real property described in Exhibit 1 attached hereto.

4. All persons should be advised that one or both of the parties claim an interest in the above-described real property and that the outcome of the proceeding may have an effect on that claimed interest.

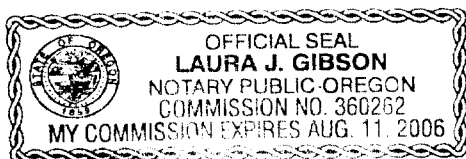
This notice is given pursuant to the provisions of ORS 93.740.

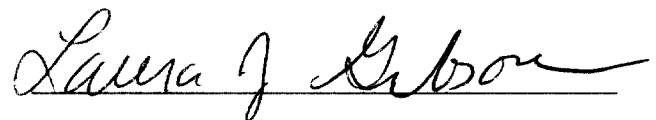
Dated this 28<sup>th</sup> day of June, 2006

  
\_\_\_\_\_  
John S. Woodworth, 96571

STATE OF OREGON       )  
                              ) ss:  
County of KLAMATH    )

On June 28, 2006, the foregoing instrument was personally acknowledged before me by John S. Woodworth.



  
\_\_\_\_\_  
Notary Public for Oregon

PARCEL 1:

A PARCEL OF LAND SITUATED IN A PORTION OF GOVERNMENT LOT 38, SECTION 16 T35S R7E WM, AND MORE PARTICULARLY DESCRIBED AS FOLLOWS:

Commencing at a 1/2" pipe in a mound of stones marking the 1/4 corner common to sections 16 & 21, thence along the south line of said government lot 38, S89 52 50E 313.15 feet to a point on the east R/W of US highway 97 and "THE TRUE POINT OF BEGINNING" for this description, thence continuing along the south line of said Government Lot 38 S89 52 50E 495.12 feet to a point, thence NORTH 654.90 feet to a point on the north line said Government Lot 38, thence along the north line of said Government Lot 38 N89 31 14W 502.15 feet to a point on the east R/W line of said US highway 97, thence along the east R/W line of said highway 97 the following three bearings and distances: along the arc of a 9499.30 feet radius curve to the left (chord = S01 10 11E 554.68 feet) 554.76 feet to highway engineer station 3271+00, S87 09 26W 10.00 feet to a 5/8" pin, along the arc of 9509.30 feet radius curve to the left (chord = S03 09 13E 103.17 feet) 103.17 feet to the "TRUE POINT OF BEGINNING", containing 7.52 acres more or less. Bearings based on ROS 2888. Subject to easements and rights of way of record and those apparent.

PARCEL 2:

All of Government Lots 2, 3, 9 14, 40 and 41 in Section 21, Township 35 South, Range 7 East of the Willamette Meridian lying East of Highway 97 and Northwesterly of the Williamson River.

Saving and excepting that portion acquired by the State of Oregon in Stipulated Final Judgment filed in Circuit Court Case 90-493CV, and recorded in H-91 page 4868, records of Klamath County, Oregon.

Exhibit 1

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