After recording, mail to:

Melvin D. Ferguson Attorney at Law 514 Walnut Avenue Klamath Falls, Oregon 97601 0002147720070007944 05/03/2007 09:14:28 AM

Klamath County, Oregon

2007-007944

Fee: \$31.00

Send tax statements to:

Lewis M. Mathis
Pacheco Pass Properties, LP
P. O. Box 485
Snelling, California 95369

WARRANTY DEED

LaPaloma Enterprises, LP, A California Limited Partnership, Grantor, conveys and warrants to Pacheco Pass Properties, LP, a California Limited Partnership, Grantee, the following described real property free of encumbrances except as specifically set forth herein:

See Exhibit "A" attached hereto and by this reference incorporated herein.

There is no consideration for this transfer. The transfer is made from one limited partnership to another with the same general partner and same limited partners.

BEFORE SIGNING OR ACCEPTING THIS INSTRUMENT, THE PERSON TRANSFERRING FEE TITLE SHOULD INQUIRE ABOUT THE PERSON'S RIGHTS, IF ANY, UNDER ORS 197.352. THIS INSTRUMENT DOES 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 AND TO INQUIRE ABOUT THE RIGHTS OF NEIGHBORING PROPERTY OWNERS, IF ANY, UNDER ORS 197.352.

Dated this 48 day of april, 2007.

GRANTOR La Paloma Enterprises, LLP

y: () Lewis M. Mathis, General Partner

STATE OF <u>California</u>) ss

County of marced)

This instrument was acknowledged before me on this 18 day of april , 2007, by Lewis M. Mathis as General Partner of LaPaloma Enterprises, LLP.

PHYLENA M. HERRIN COMMA # 1640457

O TOWN # 1640457

NOTARY MAILO: CALIFORNIA WAY COMMA DIS JAM 23, 2010

Notary Jublic for the State of California My Commission Expires: 1-23-2010

WARRANTY DEED - Page 1 of 1

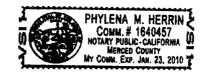


EXHIBIT A

The following described real property, located in Klamath County, Oregon:

PARCEL 1: The N½SW¼, SW¼SW¼, NW¼SE¼, Lots 3, 4 and 5 and portion of SW¼ NE¼ and Lot 2 lying South of County Road in Section 34, Township 33 South, Range 71/2 East of the Willamette Meridian.

PARCEL 2: Lot 1, Section 3, and all that portion of the following described property lying East of the West line of Section 3, Township 34 South, Range 71/2 East of the Willamette Meridian, described as follows:

Beginning at the Northwest corner of Lot 22, Section 4, Township 34 South, Range 71/2 East, W.M.; thence South along the line between Lots 21 and 22, Section 4; 1324 feet; thence South 79° 57' East 1492 feet; thence North 19°05' East 715 feet; thence East 32 feet; thence North 96 feet; thence East 470 feet to Wood River; thence up Wood River to the North line of Lot 2 in said Section 3, Twp. 34 South, Rge. 71/2 E.W.M.; thence West along the North line of Lot 2, Section 3, and Lot 22, of Section 4, to the point of beginning. LESS .035 acres conveyed to Abner Weed by deed recorded June 8, 1912, in Deed Vol. 36 at page 35, Records of Klamath County, Oregon.

PARCEL 3: Lots 22, 23, and 24, and that portion of Lots 19 and 21, North of Canal in Section 4, Township 34 South, Range 71/2 East of the Willamette Meridian.

PARCEL 4: Lots 6, 7 and 8 of Section 34, and the SW4NW4 of Section 35, all in Township 33 South, Range 71/2 East of the Willamette Meridian.

PARCEL 5: N½N½NE¼ of Section 3, Township 34 South, Range 7½ East of the Willamette Meridian.

PARCEL 6: Lots 9 and 10, Section 3, Township 34 South, Range 71/2 East of the Willamette Meridian.

PARCEL 7: The S½N½NE¼, S½NE¼ of Section 3, Township 34 South, Range 7½ East of the Willamette

Meridian; LESS the following described property:

Beginning at the East quarter corner of Section 3: thence Westerly along the East and West center linc of said Section 3, which marks the Southerly boundary of said SE4NE4 of Section 3, 945.0 feet; thence Northerly in a straight line to a point in the line marking the Northerly boundary of said S½NE¼NE¼ of Section 3, which is 870 feet West from the Northeast corner of said SMNEWNEW of Section 3; thence Easterly along said boundary line 870 feet to the Northeast corner of the S½NE¼NE¼ of Section 3, which is a point in the Section line marking the Easterly boundary of said Section 3; thence Southerly along the Section line marking the Easterly boundary of Section 3, to the point of beginning.

PARCEL 8: All that portion of the South half of Section 35, Township 33 South, Range 71/2 East of the Willamette Meridian, lying West of the Crater Lake Highway as it is now located;

EXCEPTING THEREFROM the following described parcel, to-wit: Beginning at the intersection of the center line of the Crater Lake Highway with the South line of Section 35, Township 33 South, Range 71/2 East of the Willamette Meridian; thence West along said South line 750 feet; thence at right angles North 170

thence East parallel with the South line of said Section 35 to the Center line of the Crater Lake Highway; thence Southeasterly along the center line of said Highway to the point of beginning.

TOGETHER WITH: All easements, rights of way, and appurtenances; all water, water rights and ditch rights (including all rights of GRANTOR as applicant in OWRD Claim 708, including, without limiting the foregoing, all rights of contest or appeal) ditch or irrigation rights; and all other rights relating to the real property.

CERTIFICATE OF ACKNOWLEDGMENT On History Date personally appeared personally known to me - or- proved to me on the basis of satisfactory evidence: credible witness(es) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument. WITNESS my hand and official seal. PHYLENA M. HERRIN COMM. BERRIN COMM. BERGER COUNTY BEGGGGOVER AND SIGNATURE OF THE SIGNATURE	State of California	CALIFORNIA ALL-PURPOSE	
personally appeared	County of merced		
personally known to me or- proved to me on the basis of satisfactory evidence:	On Ly 18/O Date, before	re me, Phylena m. Hemin, Printed Name of Notary Public.	
proved to me on the basis of satisfactory evidence:	personally appeared Louis	athis	
proved to me on the basis of satisfactory evidence:	Printed Name(s) of Signer(s) personally known to me - or -		
form(s) of identification credible witness(es) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument. WITNESS my hand and official seal. WITNESS my hand and official seal. OPTIONAL INFORMATION Although the information in this section is not required by law, it could prevent fraudulent removal and reattachment of this acknowledgment to an unauthorized document and may prove useful to persons relying on the attached document. Description of Attached Document The preceding Certificate of Acknowledgment is attached to a document titled/for the purpose of Waynauty Double Additional Signer(s) Signer(s) Thereby Other:	* '	evidence:	
to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument. WITNESS my hand and official seal. WITNESS my hand and official seal. PHYLENA M. HERRIN COMM. # 1540475 WIT 12004 TO NOT THE STORMATION Although the information in this section is not required by law, it could prevent fraudulent removal and reattachment of this acknowledgment to an unauthorized document and may prove useful to persons relying on the attached document. Description of Attached Document The preceding Certificate of Acknowledgment is attached to a document titled/for the purpose of	-		
that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument. WITNESS my hand and official seal. WITNESS my hand and official seal. PHYLENA M. HERRIN COMM. # 1540457 Medical Seal of Notary Public (Seal) OPTIONAL INFORMATION Although the information in this section is not required by law, it could prevent fraudulent removal and reattachment of this acknowledgment to an unauthorized document and may prove useful to persons relying on the attached document. Description of Attached Document The preceding Certificate of Acknowledgment is attached to a document titled/for the purpose of Waynaut Dood Additional Signer(s) Thumbprint(s) Other The signer(s) capacity or authority is/are as: Individual(s)	\Box credible witness(es) $_$		
PHYLENA M. HERRIN COMM. # 1640457 Interpretation in this section is not required by law, it could prevent fraudulent removal and reattachment of this acknowledgment to an unauthorized document and may prove useful to persons relying on the attached document. Description of Attached Document The preceding Certificate of Acknowledgment is attached to a document titled/for the purpose of	to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.		
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Signature of Notary Public Additional Information Additional Signer(s) Thumbprint(s) Other Other Signature of Notary Public Additional Signature of Notary Public A	COMM. # 1640457 IN NOTARY PUBLIC-CALIFORNIA II		
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titled/for the purpose of	Description of Attached Documen	Description of Attached Document	
containing pages, and dated	The preceding Certificate of Acknowledgment is	attached to a document . Additional Information	
The signer(s) capacity or authority is/are as: Individual(s) Attorney-in-Fact Corporate Officer(s) Guardian/Conservator Partner - Limited/General Trustee(s) Other:	titled/for the purpose of Warmut	Additional Signer(s) Signer(s) Thumbprint(s) Other	
Attorney-in-Fact Corporate Officer(s) Guardian/Conservator Partner - Limited/General Trustee(s) Other:	containing 2 pages, and dated 4/18/07		
Attorney-in-Fact Corporate Officer(s) Title(s) Guardian/Conservator Partner - Limited/General Trustee(s) Other:	The signer(s) capacity or authority is/are as:		
Corporate Officer(s) Title(s) Guardian/Conservator Partner - Limited/General Trustee(s) Other:	Individual(s)		
Guardian/Conservator Partner - Limited/General Trustee(s) Other:			
Partner - Limited/General Trustee(s) Other:	Corporate Officer(s) Title(s)		
Partner - Limited/General Trustee(s) Other:	Guardian/Conservator		
Other:			
	Trustee(s)		
	Other:		
Name(s) of Person(s) or Entity(ies) Signer is Representing	representing:		
	Name(s) of Person(s) or Entity(ies) Signer is Representing		

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