Grantor's Name and Address E. MARTIN KERNS SHIRLEY KERNS 9350 HIGHWAY 66 KLAMATH FALLS, OREGON 97601 Grantee's Name and Address E. MARTIN KERNS AND SHIRLEY KERNS, TRUSTEES KERNS FAMILY TRUST **DATED JULY 29, 2010** 9350 HIGHWAY 66 KLAMATH FALLS, OREGON 97601 After recording, return to: THE ESTATE PLANNING GROUP 711 BENNETT AVENUE MEDFORD, OREGON 97504 Until requested otherwise, send all tax statements to: E. MARTIN KERNS SHIRLEY KERNS 9350 HIGHWAY 66

KLAMATH FALLS, OREGON 97601

2010-013801 Klamath County, Oregon

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12/03/2010 09:37:56 AM

Fee: \$42.00

WARRANTY DEED

KNOW ALL BY THESE PRESENTS that E. MARTIN KERNS AND SHIRLEY KERNS, hereinafter called grantor, for the consideration hereinafter stated, to grantor paid by E. MARTIN KERNS AND SHIRLEY KERNS, TRUSTEES, OR THEIR SUCCESSORS IN TRUST, UNDER THE KERNS FAMILY TRUST DATED JULY 29, 2010, AND ANY AMENDMENTS THERETO, hereinafter called grantee, do hereby grant, bargain, self and convey all their right, title and interest unto grantee and grantee's heirs, successors and assigns, that certain real property, with the tenements, hereditaments and appurtenances thereunto belonging or in any way appertaining, situated in Klamath County, State of Oregon, described as follows, to-wit:

SEE ATTACHED EXHIBIT "A"

The liability and obligations of the Grantor to Grantee and Grantee's heirs and assigns under the warrantics and covenants contained herein or provided by law shall be limited to the extent of coverage that would be available to Grantor under any policy of title insurance issued to the Grantor at the time Grantor acquired the property. The limitations contained herein expressly do not relieve Grantor of any liability or obligation under this instrument, but merely define the scope, nature and amount of such liability or obligations.

To Have and to Hold the same unto grantee and grantee's heirs, successors and assigns forever.

And grantor hereby covenants to and with grantee and grantee's heirs, successors and assigns, that grantor is lawfully seized in fee simple of the above granted premises, free from all encumbrances except: NONE, and that grantor will warrant and forever defend the 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 paid for this transfer, stated in terms of dollars, is \$ 0.00. However, the actual consideration consists of or includes other property or value given or promised which is the whole consideration.

In construing this deed, where the context so requires, the singular includes the plural, and all grammatical changes shall be made so that this deed shall apply equally to corporations and to individuals.

IN WITNESS WHEREOF, the grantor has executed this instrument this 29th day of July, 2010 if grantor is a corporation, it has caused its name to be signed and its seal, if any, affixed by an officer or other person duly authorized to do so by order of its board of directors.

BEFORE SIGNING OR ACCEPTING THIS INSTRUMENT, THE PERSON TRANSFERRING FEE TITLE SHOULD INQUIRE ABOUT THE PERSON'S RIGHTS, IF ANY, UNDER ORS 195.300, 195.301 AND 195.305 TO 195.336 AND SECTIONS 5 TO 11, CHAPTER 424, OREGON LAWS 2007, AND SECTION 8 2 TO 9 AND 17, CHAPTER 855, OREGON LAWS 2009. 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 THAT THE UNIT OF LAND BEING TRANSFERRED IS A LAWFULLY ESTABLISHED LOT OR PARCEL, AS DEFINED IN ORS 92.010 OR 215.010, TO VERIFY THE APPROVED USES OF THE LOT OR PARCEL, 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 195.300, 195.301 AND 195.305 TO 195.336 AND SECTIONS 5 TO 11, CHAPTER 424, OREGON LAWS 2007, AND SECTIONS 2 TO 9 AND 17, CHAPTER 855, OREGON LAWS 2009.

E. MARTIN KERNS

SHIRLEY KERNS

State of Oregon

SS.

County of Klamath

Before me this 29th day of July, 2010, personally appeared E. MARTIN KERNS and SHIRLEY KERNS, and acknowledged the foregoing instrument to be their voluntary act and deed.

Notary Pablic of Oregon

My Commission expires: 10/31/2011



EXHIBIT "A"

PARCEL ONE: (Tax Account No. R492185)

Township 39 South, Range 8 EWM

Section 34: SW1/4

PARCEL TWO: (Tax Account No. R498456)

Township 39 South, Range 8 EWM

Section 28: W1/2 SW1/4 NE1/4, SE1/4 NW1/4, NE1/4 SW1/4, W1/2 NW1/4 SE1/4