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03/07/2014 01:30:32 PM

Fee: \$67.00

After recording return to:

Melvin D. Ferguson  
Attorney at Law  
514 Walnut Avenue  
Klamath Falls, Oregon 97601

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**MEMORANDUM OF ASSIGNMENT  
AND ASSUMPTION OF GEOTHERMAL  
LEASE AND NOVATION AGREEMENT**

THIS MEMORANDUM OF ASSIGNMENT AND ASSUMPTION OF GEOTHERMAL LEASE AND NOVATION AGREEMENT is executed this 5<sup>th</sup> day of March, 2014 by Darrell Campbell, a resident of Klamath County, Oregon; Klamath Basin Geopower, Inc. a Nevada corporation; and Olene KBG, LLC, a Nevada limited liability company.

1. Lease. A Geothermal Lease and Agreement was executed by and between Darrell Campbell as Lessor and Klamath Basin Geopower, Inc. as Lessee on February 5, 2013 (the "Lease"). A Memorandum of Geothermal Lease and Agreement was recorded February 26, 2013 at Volume 2013, page 002132, Klamath County Deed Records.

2. Amendment. An amendment to said Lease was executed by Darrell Campbell and Klamath Basin Geopower on March 5, 2014, but effective February 5, 2013 clarifying the legal description of real property being leased. A memorandum of the amendment to said Lease was recorded on March 7, 2014 as Document No. 2014-001941, Klamath County Deed Records. A legal description of the real property being leased is attached as Exhibit A and by reference incorporated herein.

3. Novation. Pursuant to an Assignment and Assumption of Geothermal Lease and Novation Agreement dated March 5, 2014, Klamath Basin Geopower, Inc. assigned its Lessee interest in the Lease to Olene KBG, LLC. Darrell Campbell agreed to release Klamath Basin Geopower, Inc. from claims, liability and obligations associated with the Lease and agreed to look to Olene KBG, LLC as the responsible Lessee of said Lease.

**MEMORANDUM OF ASSIGNMENT AND ASSUMPTION  
OF GEOTHERMAL LEASE AND NOVATION AGREEMENT**

2-18-14

Page 1 of 3

4. Purpose of Memorandum. The purpose of this Memorandum is to give record notice of Klamath Basin Geopower, Inc.'s assignment of its Lessee interest in the Lease to Olene KBG, LLC; to give notice of Darrell Campbell's release of Klamath Basin Geopower, Inc.'s Lessee obligations and any liability under the Lease; and to give notice of Olene KBG LLC's status as the substituted Lessee under the Lease.

Darrell Campbell  
Darrell Campbell

3/3/14  
Date

Klamath Basin Geopower, Inc.,  
a Nevada Corporation

By: [Signature]  
William Honjas, President

3/5/14  
Date

Olene KBG, LLC,  
a Nevada limited liability company

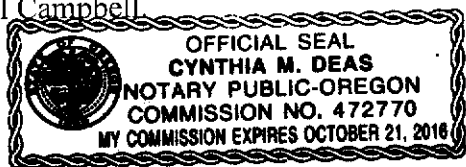
By: [Signature]  
William Honjas, Manager

3/5/14  
Date



STATE OF OREGON, County of Klamath) ss.

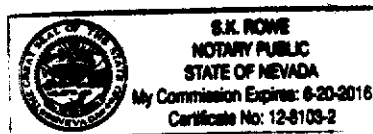
This instrument was acknowledged before me on 3-3, 2014, by  
Darrell Campbell



[Signature]  
Notary Public - State of Oregon  
My commission expires: 10-21-16

STATE OF NEVADA, County of Washoe) ss.

This instrument was acknowledged before me on March 5, 2014, by  
William Honjas as President of Klamath Basin Geopower, Inc.



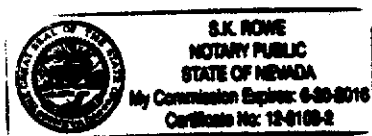
[Signature]  
Notary Public - State of Nevada  
My commission expires: 6-20-2016

**MEMORANDUM OF ASSIGNMENT AND ASSUMPTION  
OF GEOTHERMAL LEASE AND NOVATION AGREEMENT**

2-18-14

STATE OF NEVADA, County of Washoe ) ss.

This instrument was acknowledged before me on March 5, 2014, by  
William Honjas as Manager of Olene KBG, LLC.



S.K. Rowe

Notary Public - State of Nevada

My commission expires: 6-20-2016

S.K. ROWE  
NOTARY PUBLIC  
STATE OF NEVADA  
Commission Expires: 6-30-2016  
Certificate No: 12-0103-2

EXHIBIT A  
Legal Description

PARCEL 1

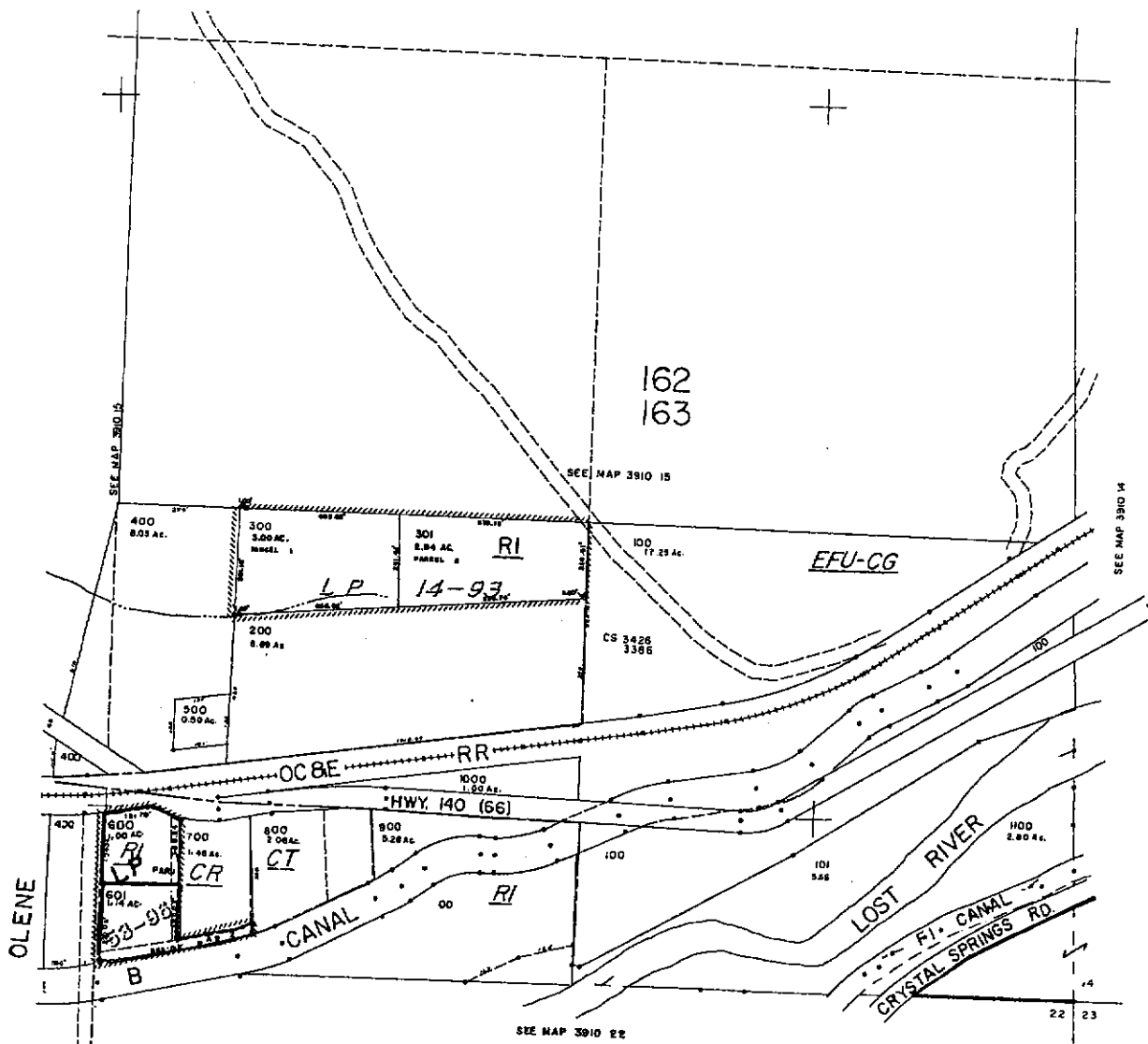
All that portion of the SW1/4 of Section 15, Township 39 South Range 10 East of the Willamette Meridian, Klamath County, Oregon, lying North of the U S R S Canal, South of the Klamath Falls-Lakeview Highway and East of a line running South 4°10' East from a point on the South line of the Highway to the U S R S Canal, said point being located 138 feet Easterly from the Northeast corner of the Sweeney tract, which Northeast corner is described as bearing South 38°50' East 1076 feet from the Northwest corner of said SW1/4 SE1/4 of Section 15

PARCEL 2

Also, all that portion the SW1/4 SE1/4 of Section 15, Township 39 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon lying Southeasterly from the right of way of the U S R S Canal

PARCEL 3

Also, Lot 1 of Section 22, Township 39 South, Range 10 East of the Willamette Meridian, saving and excepting the portion contained in right of way of the U S R S Canal



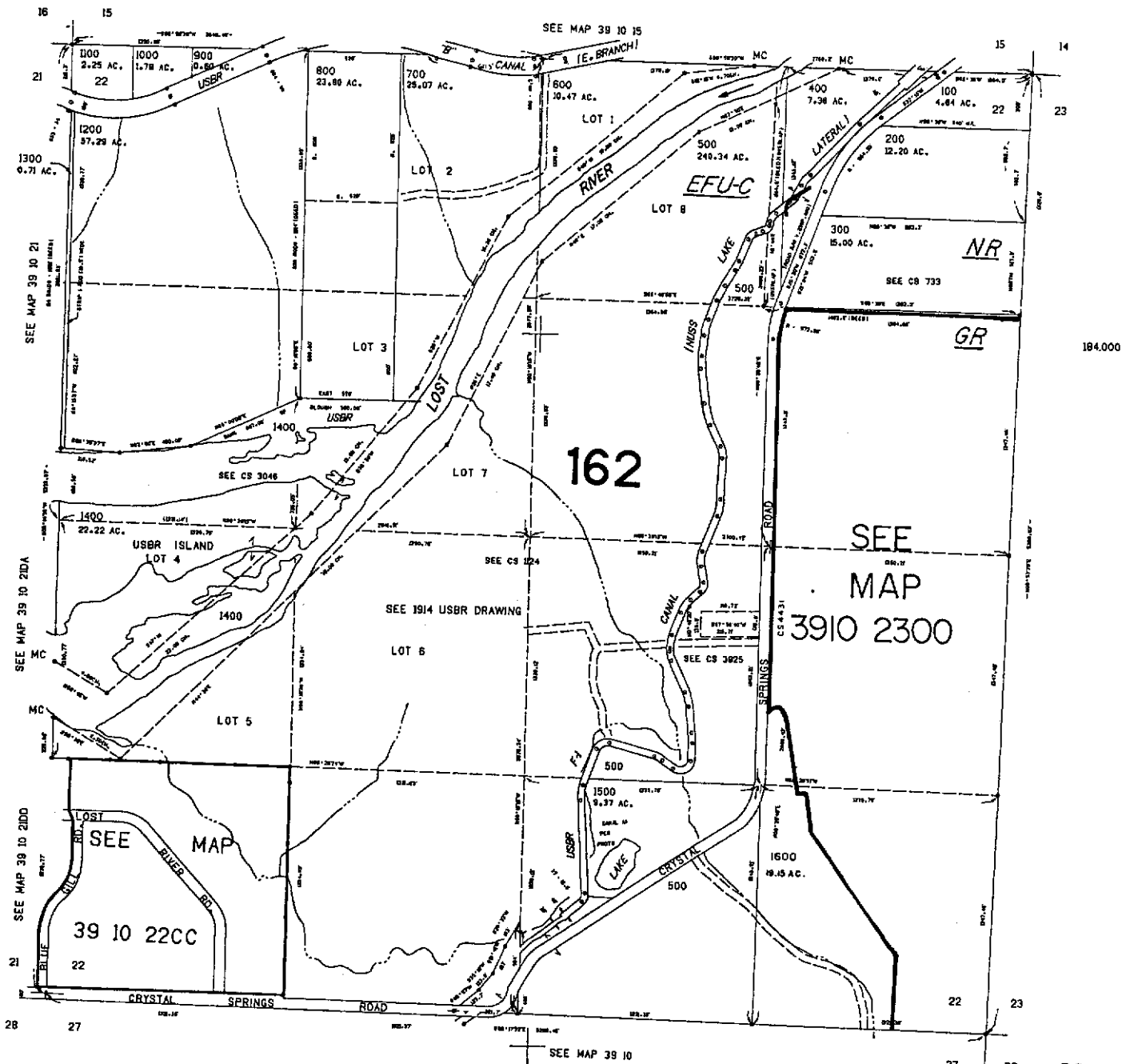
Campbell Property

THIS MAP WAS PREPARED FOR  
ASSESSMENT PURPOSE ONLY.

SECTION 22 T.39S. R.10E. W.M.  
KLAMATH COUNTY

1"=400'

39 10 22  
& INDEX



Campbell Property

39 10 22  
& INDEX