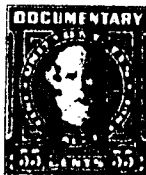


KNOW ALL MEN BY THESE PRESENTS, That ROBERT LILIENTHAL and STELLA M. LILIENTHAL, husband and wife, hereinafter called the Grantor, in consideration of Ten and 00/100 (\$10.00) DOLLARS, and other good and valuable consideration, to grantor paid by FRED M. BUCHANAN and JOYCE BUCHANAN, husband and wife, hereinafter called the grantee, does hereby grant, bargain, sell and convey unto the said grantee and grantee's heirs and assigns, that certain real property, with the tenements, hereditaments and appurtenances thereunto belonging or appertaining, situated in the State of Oregon and the County of Deschutes, described as follows, to-wit:



IN TOWNSHIP 17 SOUTH, RANGE 12 EAST OF THE WILLAMETTE MERIDIAN, Deschutes County, Oregon:

Section 17: A portion of the S $\frac{1}{2}$ SE $\frac{1}{4}$, more particularly described as follows: Beginning at a point which is located 30.0 feet S. 89 degrees 55' 44" E. and 365.0 feet north from the S. W. corner of the SE $\frac{1}{4}$ SE $\frac{1}{4}$ of said Section 17; thence north for a distance of 335.0 feet; thence N. 89 degrees 55' 44" W. for a distance of 655.55 feet; thence south for a distance of 335.0 feet; thence S. 89 degrees 55' 44" E. for a distance of 655.52 feet to the point of beginning, together with two acres of water rights in Deschutes Reclamation and Irrigation Company

To Have and to Hold the above described and granted premises unto the said grantee and grantee's heirs and assigns forever.

And said grantor hereby covenants to and with said grantee and grantee's heirs and assigns, that grantor is lawfully seized in fee simple of the above granted premises, free from all encumbrances or reservations, SAVE AND EXCEPT the following:

(1) Grantee, their heirs and assigns, shall have the right to maintain livestock upon the above described property except that no livestock of any kind shall be maintained upon said property except horses, cattle, and pet lambs.

(2) This grant is subject to the terms, provisions, restrictions, and limitations set forth in that certain Water Use and Distribution Agreement made and executed on the 31 day of December, 1963, and recorded in Book No. 11 of Deeds, Page 128, Records of Deschutes County, Oregon, on the 31 day of December, 1963.

(3) Any structure constructed on the above described property that shall be intended for residential purposes only, and shall be of a ranch style which generally conforms to residences in the immediate adjoining area, shall have a heavy shake roof and may be either one or one and a half stories,

and that grantor will and grantor's heirs, executors and administrators shall warrant and forever defend the above granted premises and every part and parcel thereof against the lawful claims and demands of all persons whomsoever.

In construing this deed and where the context so requires, the singular includes the plural.

WITNESS grantor's hand and seal this 31st day of December, 1963.

STATE OF OREGON)
County of Deschutes) ss.

Robert Lilienthal (SEAL)
Stella M. Lilienthal (SEAL)

December 31, 1963, personally appeared the above named ROBERT LILIENTHAL and STELLA M. LILIENTHAL and acknowledged the foregoing instrument to be their voluntary act and deed. Before me: [Signature]
My Commission Expires: 2-25-66 Notary Public for Oregon

DENNIS L. MARVIN
ATTORNEY-AT-LAW
211 OREGON AVENUE
BEND, OREGON