

SCHEDULE B

EXCEPTIONS FROM COVERAGE

This policy does not insure against loss or damage (and the company will not pay costs, attorneys' fees or expenses) which arise by reason of:

GENERAL EXCEPTIONS:

- 1. a. Taxes or assessments which are not shown as existing liens by the records of any taxing authority that levies taxes or assessments on real property or by the public records.
- b. Proceedings by a public agency which may result in taxes or assessments or notices of such proceedings, whether or not shown by the records of such agency or by the public records.
- 2. a. Easements, liens, encumbrances, interests or claims thereof which are not shown by the public records.
- b. Any facts, rights, interests or claims which are not shown by the public records but which could be ascertained by an inspection of the land or by making inquiry of persons in possession thereof.
- 3. Discrepancies, conflicts in boundary lines, shortage in area, encroachments, or any other facts which a correct survey would disclose, and which are not shown by the public records.
- 4. a. Unpatented mining claims:
- b. Reservations or exceptions in patents or in Acts authorizing the issuance thereof:
- c. Water rights, claims or title to water: whether or not the matters excepted under (a), (b), or (c) are shown by the public records.
- 5. Any lien or right to a lien, for services, labor or materials heretofore and hereafter furnished, imposed by law and not shown by the public records.
- 6. As disclosed by the tax roll the premises herein described have been zoned or classified for farm use. At any time that said land is disqualified for such use, the property will be subject to additional taxes or penalties and interest.
- 7. Right of way deed, including the terms and provisions thereof, executed by Ernest Zielisch and Maggie Zielisch, his wife, to Mountain States Power Company, recorded APRIL 18, 1923, in Volume 78, Page 85, Deed Records for Polk County, Oregon. (Affects Tract II.)
- 8. An easement, including the terms and provisions thereof, to Bertha Z. Savage and Benjamin Savage, wife and husband, recorded DECEMBER 14, 1948, in Volume 137, Page 317, Deed Records for Polk County, Oregon.
- 9. Easement and right of way, including the terms and provisions thereof, conveyed

STATE OF OREGON,)
) ss CONTINUED
 County of Marion.)

I certify that the within was received by me on the 17th day of March, 2000, at 8 o'clock A. m., and was recorded in the Miscellaneous Records Vol. 8 Page 466.

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T-8256