CHICAGO TITLE INSURANCE COMPANY

a corporation, herein called the Company,

GUARANTEES

Policy No. 72030- 6584

ENCOMPASS ENGINEERING AND SURVEYING

herein called the Assured, against actual loss not exceeding the liability amount stated above which the Assured shall sustain by reason of any incorrectness in the assurances set forth in Schedule A.

LIABILITY EXCLUSIONS AND LIMITATIONS

- 1. No guarantee is given nor liability assumed with respect to the identity of any party named or referred to in Schedule A or with respect to the validity, legal effect or priority of any matter shown therein.
- 2. The Company's liability hereunder shall be limited to the amount of actual loss sustained by the Assured because of reliance upon the assurance herein set forth, but in no event shall the Company's liability exceed the liability amount set forth above.

Dated: November 20, 2006

CHICAGO TITLE INSURANCE COMPANY

Authorized Signature

Please note carefully the liability exclusions and limitations and the specific assurances afforded by this guarantee. If you wish additional liability, or assurances other than as contained herein, please contact the Company for further information as to the availability and cost.

RECEIVED

DEC 0 6 2006

Kitities County CDS

SUBDIVISION GUARANTEE

Office File Number

0103031

Guarantee Number

48 0035 72030 6584

Dated

November 20, 2006, at 8:00am

Liability Amount

\$ 1,000.00

Premium Tax

\$ 200.00 \$ 15.40

Your Reference

: LOIS KRAEMER

Name of Assured:

ENCOMPASS ENGINEERING AND SURVEYING

The assurances referred to on the face page are:

That, according to those public records with, under the recording laws, impart constructive notice of matters relative to the following described real property:

Parcel B of that certain Survey recorded January 8, 1993, in Book 19 of Surveys, page 30, under Auditor's File No. 556003, being a portion of the Southeast Quarter and of the Northeast Quarter of Section 19, Township 18 North, Range 19 East, W.M., in the County of Kittitas, State of Washington.

EXCEPT

That portion of Parcel B of that certain survey recorded in Book 19 of Surveys, Page 30, under Auditor's File No. 556003, records of Kittitas County, State of Washington, which is bounded by a line described as follows:

Beginning at the Southeast corner of said Parcel B; thence South 84°18'18" West, along the South boundary of said Parcel B, 398.95 feet to the true point of beginning of said line; thence continuing along said South boundary, South 84°18'18" East 149.87 feet to the Southwest corner of said Parcel B; thence North 04°08'48" West along the West boundary of said Parcel B, 290.40 feet; thence North 84°18'25" East, 149.87 feet; thence South 04°08'48" East, 290.40 feet, more or less, to the true point of beginning and the terminus of said line.

Title to said real property is vested in:

LOIS M. KRAEMER, AS HER SOLE AND SEPARATE PROPERTY

END OF SCHEDULE A

(SCHEDULE B)

File No. 0103031

Guarantee Number: 48 0035 72030 6584

Subject to the matters shown below under Exceptions, which Exceptions are not necessarily shown in the order of their priority.

EXCEPTIONS:

- 1. 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.
- 2. Unpatented mining claims; reservations or exceptions in the United States Patents or in Acts authorizing the issuance thereof; water rights, claims or title to water.
- 3. Title to any property beyond the lines of the real property expressly described herein, or title to streets, roads, avenues, lanes, ways or waterways on which such real property abuts, or the right to maintain therein vaults, tunnels, ramps, or any other structure or improvement; or any rights or easements therein unless such property, rights or easements are expressly and specifically set forth in said description.
- 4. General taxes and assessments for the year 2006, which have been paid, reflecting an exemption, as allowed under Chapter 182, Laws of 1974, 1st Ex. Session and subsequent amendments thereto.

Amount:

\$24.07

Tax No.:

18-19-19010-0005 (474434)

NOTE: General taxes and assessments for the year 2006 without regard to the exemption:

Amount:

\$813.51

NOTE: Any sale of said premises or death of the exempt taxpayer during the calendar year 2006, may result in a claim by the treasurer for a greater proportion of tax payment by the purchaser or the heirs than the foregoing amount.

5. General taxes and assessments for the year 2006 have been paid.

Amount

\$447.22

Tax Parcel No. :

18-19-19010-0018 (15545)

6. This property is currently classified under the Open Space Taxation Statute R.C.W. 84.34. Sale of this property without notice of compliance to County Assessor will cause a supplemental assessment, interest, and penalty to be assessed against the seller/transferor.

Note: If it is the intent of the buyer/transferee in this transaction to request a continuance of this classification, please contact the Kittitas County Assessor's Office at (509) 962-7501 for their requirements.

7. Possibility of unpaid assessments levied by the Kittitas Reclamation District, notice of which is given by an amendatory contract recorded in Book 82 of Deeds, page 69, under Kittitas County Auditor's File No. 208267, no search having been made therefore.

To obtain assessment information, please contact the Kittitas Reclamation District: 509-925-6158.

(SCHEDULE B)

File No. 0103031 Guarantee Number: 48 0035 72030 6584

8. Waiver of damages contained in deed to Kittitas Reclamation District recorded December 9, 1929, in Book 48 of Deeds, pages 142, under Auditor's File No. 98247 as follows:

"Said grantors, for themselves and for their heirs, administrators and assigns, hereby acknowledge full satisfaction for all severance damages and claims thereto to all their land adjacent to the lands herein conveyed by reason of or occasioned by the location, construction, maintenance and operation of irrigation canal, by grantee, its successors or assigns, over and upon the premises herein conveyed."

9. Easement, affecting a portion of said premises, conveyed to Howard K. Horan and Anne H. Horan, husband and wife, by deed dated June 8, 1950, and recorded in Book 84 of Deeds, page 556, as follows:

"Together with all water rights in and to water from Wilson Creek heretofore allocated to and used upon the aforedescribed property (being other land), together with all necessary rights of way and easements over, across and under (the above described land), for the purposes of grantees' maintaining existing ditches, pipe line or flumes to take water from Wilson Creek to irrigate lands granted herein. Grantors hereby convey water rights in that certain spring located in that certain building known as the "Brick Mill", which building is retained by grantors, and grantors further convey to grantees the right to use water from said spring in sufficient quantities to satisfy the need for water for domestic purposes. It is specifically understood that the pump now used to pump water from said spring is hereby conveyed to grantees, who shall have the right of ingress and egress in and from said building and spring at all times for the purpose of maintaining said pump and water lines from said spring."

10. Amendatory Contract, governing reclamation and irrigation matters:

Parties

: The United States of America and the Kittitas Reclamation District

Dated

: January 20, 1949

Recorded

: May 25, 1949, in Volume 82 of Deeds, page 69

Auditor's File No.

: 208267

Affects

: Said premises and other lands within the said irrigation district. Said contract governs construction, charges, protection of water rights, irrigation rights, obligations, responsibilities and all related matters.

- 11. Pendency of Yakima County Superior Court Cause No. 77-2-01484-5, State of Washington, Department of Ecology, Plaintiff, vs. James J. Acquavella, et al, Defendants; notice of which is given by Lis Pendens recorded on October 14, 1977, in Volume 90, page 589, under Kittitas County recording number 417302, and supplemental notice of Lis Pendens recorded June 4, 1980, in Volume 131, page 63, under Auditor's File No. 442263; being an action for the determination of the rights to divert, withdraw, or otherwise make use of the surface waters of the Yakima River Drainage Basin, in accordance with the provisions of Chapters 90.03 and 90.44 Revised Code of Washington. (Attorney for Plaintiff: Charles B. Roe, Jr., Senior Assistant Attorney General)
- 12. Matters disclosed on the Survey recorded February 9, 2001, Book 25 of Surveys, Pages 234-239, under Auditor's File No. 200102090010, including but not limited to the following:
 - a) Location of fences in relation to property boundaries
 - b) Location of creek
 - c) Location of overhead powerlines
- 13. Encroachment of fence onto said premises on the West, as disclosed by Survey recorded February 9, 2001, Book 25 of Surveys, Pages 234-239, under Auditor's File No. 200102090010.

(SCHEDULE B)

File No. 0103031 Guarantee Number: 48 0035 72030 6584

14. Right, title and interest of owner of land adjoining on the West as to that portion of said land between the fence and the property line, as disclosed by Survey recorded February 9, 2001, Book 25 of Surveys, Pages 234-239, under Auditor's File No. 200102090010.

- 15. Encroachment of fence appurtenant to said premises onto land adjoining on the West, as disclosed by Survey recorded February 9, 2001, Book 25 of Surveys, Pages 234-239, under Auditor's File No. 200102090010.
- 16. Rights of the State of Washington in and to that portion of said premises, if any, lying in the bed of Wilson Creek, if navigable.
- 17. Any question that may arise due to shifting or change in the course of the creek herein named, or due to said creek having changed its course. Regarding: Wilson Creek.
- 18. Any prohibition or limitation on the use, occupancy, or improvements of the land resulting from the rights of the public or riparian owners to use any waters which may cover the land or to use any portion of the land which is now or may formerly have been covered by water, and the right of use, control, or regulation by the United States of America in exercise of power over navigation.
- 19. Possible unrecorded easement for powerline as disclosed by Survey recorded February 9, 2001, Book 25 of Surveys, Pages 234-239, under Auditor's File No. 200102090010.

END OF EXCEPTIONS

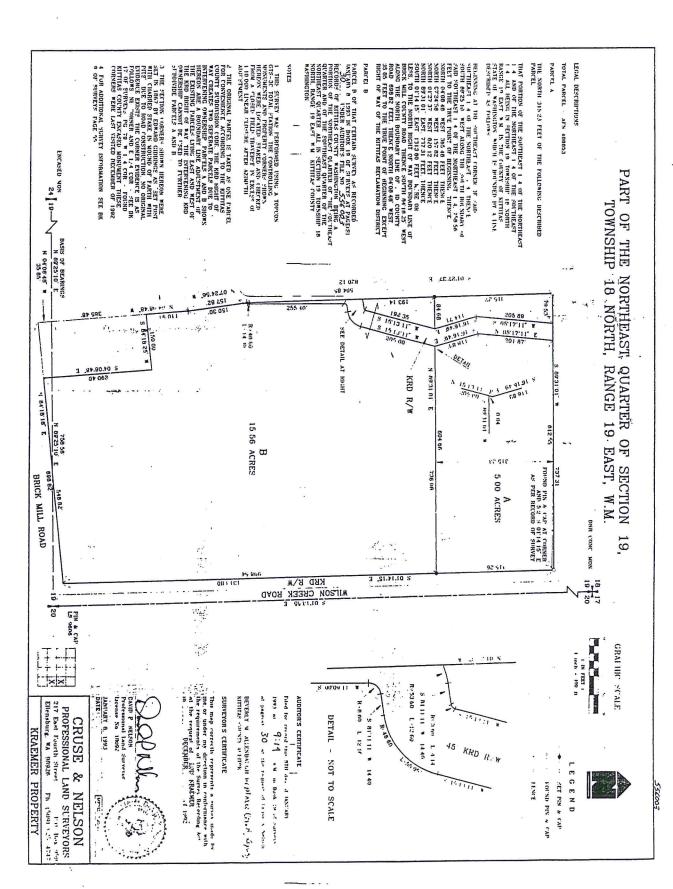
Notes:

1. Any map or sketch enclosed as an attachment herewith is furnished for information purposes only to assist in property location with reference to streets and other parcels. No representation is made as to accuracy and the company assumes no liability for any loss occurring by reason of reliance thereon.

NOTE: In the event any contracts, liens, mortgages, judgments, etc. which may be set forth herein are not paid off and released in full, prior to or immediately following the recording of the forthcoming plat (short plat), this Company will require any parties holding the beneficial interest in any such matters to join in on the platting and dedication provisions of the said plat (short plat) to guarantee the insurability of any lots or parcels created thereon. We are unwilling to assume the risk involved created by the possibility that any matters dedicated to the public, or the plat (short plat) in its entirety, could be rendered void by a foreclosure action of any such underlying matter if said beneficial party has not joined in on the plat (short plat).

END OF GUARANTEE

AW/kdb



Vol. 19 Pg. 30

PARENT - LARGE PORTION

Point # 1 N	89	31	1	Е	10000.000 604.660	10000.000	
Point # 2 S	1	14	15	Е	10005.098 998.540	10604.639	
Point # 3	84	18	18	W	9006.791 398.950	10626.204	
Point # 4 N	4	8	48	W	8967.202 290.390	10229.223	
Point # 5 S	84	18	25	W	9256.832 299.860	10208.225	
Point # 6 N	4	8	48	W	9227.086 110.910	9909.844	
Point # 7 N	7	24	56	W	9337.705 150.300	9901.824	
Point # 8 N Radii	72 us Po	59 int # 9		W	9486.748 48.600 9500.963	30021.20	9835.951
S	89	De 50	lta = 10 49		13 Lengt 48.600	h = 14.296	Tangent = 7.200
Point # 10 N	0	9	11	Е	9500.833 255.400	9884.551	
Point # 11 S Radio		int # 1 De	lta = 8	1 2	9756.232 8.600 9756.209 0 Lengt 8.600		9893.833 Tangent = 7.349
Point # 13	81	11	11	E	9764.708	9892.515	
			lta = 6:			9906.745 h = 55.955	9899.299 Tangent = 31.541
Point # 16 N	15	13	11	E E	9802.182 205.000	9946.194	
Point # 17					9999.992	10000.011	



DEC 0 6 2006

AREA = 634,519.03 sf (14.5666 acres)LENGTH = 3328.41NORTHING ERROR = -0.008 EASTING ERROR = +0.011

LINEAR ERROR = S 52 1 29 E 0.014

PARENT - SMALL PTN & PTN LOT B-2

Point # 1 N	89	31	1	Е	10000.000 84.680	10000.000	
Point # 2					10000.714	10084.677	
S	15	13	11	W	192.350		
Point # 3					9815.110	10034.181	
N	74	46	49	W	3.600		
Radi	us Po	int # 4			9816.05	5 1	0030.707
			lta = 6	5 58		igth = 4.145	Tangent = 2.336
S	8	48	49	E	3.600	.5	1 migent 2,550
Point # 5					9812.498	10031.259	
S	81	11	11	W	14.400		
Point # 6					9810.292	10017.029	
S	8	48	49	E	53.600		
Radi	us Poi	int # 7			9757.32	4 1	0025.242
			lta = 1	3 27		th = 12.597	Tangent = 6.328
N	22	16	45	W	53.600	,	3
Point # 8					9806.923	10004.921	
N	1	27	37	W	193.140		
Point # 9					10000.000	9999.999	

AREA = 10,699.25 sf (.2456 acres)

LENGTH = 484.57

NORTHING ERROR = +0.000 EASTING ERROR = -0.001

LINEAR ERROR = N 72 30 44 W 0.001

LOT B-1

Point # 1 S	1	14	15	Е	10000.000 618.070	10000.000	
Point # 2 S	84	18	18	W	9382.074 398.950	10013.348	
Point # 3 N	4	8	48	W	9342.485 290.390	9616.367	
Point # 4 S	84	18	25	W	9632.115 299.860	9595.369	
Point # 5 N	4	8 .	48	W	9602.369 110.910	9296.988	
Point # 6 N	7	24	56	W	9712.989 150.300	9288.969	
Point # 7 N Radi		59 int # 8			9862.032 48.600 9876.246	9269.570	9223.095
S	89		lta = 1 49	6 51 E	13 Length 48.600	= 14.296	Tangent = 7.200
Point # 9 N	0	9	11	E	9876.117 255.400	9271.695	
Point # 10 N	89	31	1	Е	10131.516 356.640	9272.377	
Point # 11 S	1	14	15	E	10134.522 137.670	9629.005	
Point # 12 N	89	31	1	Е	9996.885 368.040	9631.978	

AREA = 427,656.73 sf (9.8176 acres)

LENGTH = 2986.23

NORTHING ERROR = -0.013 EASTING ERROR = +0.005

LINEAR ERROR = S 21 13 59 E 0.014

PARENT - SMALL PTN & PTN LOT B-2

Point # 1 N	89	31	1	E	10000.000 84.680	10000.000	
Point # 2	15	13	11	W	10000.714 192.350	10084.677	
Point # 3	74	46	49	W	9815.110 3.600	10034.181	
	0 -0		100	VV			0020 707
Kadi	us Po	int # 4			9816.0		.0030.707
		De	lta = 6	5 58		ngth = 4.145	Tangent = 2.336
S	8	48	49	E	3.600		
Point # 5					9812.498	10031.259	
S	81	11	11	W	14.400		
Point # 6					9810.292	10017.029	
S	8	48	49	E	53.600		
Radi	us Poi	int # 7			9757.33	24 1	0025.242
	AND 101 000		lta = 1	3 27		gth = 12.597	Tangent = 6.328
N	22	16		W	53.600	511-12.57	1 ungone 0.520
Point # 8					9806.923	10004.921	
N	1	27	37	W	193.140		
Point # 9					10000.000	9999.999	

AREA = 10,699.25 sf (.2456 acres)

LENGTH = 484.57

NORTHING ERROR = +0.000 EASTING ERROR = -0.001

LINEAR ERROR = N 72 30 44 W 0.001

PTN. LOT B-2

Point # 1 N	89	31	1	Е	10000.000 604.660	10000.000	
Point # 2 S	1	14	15	Е	10005.098 380.480	10604.639	
Point # 3 S	89	31	1	W	9624.707 368.040	10612.856	
Point # 4 N	1	14	15	w	9621.604 137.670	10244.829	
Point # 5 S	89	31	1	W	9759.242 356.640	10241.856	
Point # 6 S Radi		int # 7	lta = 8	1 2	9756.235 8.600 9756.212 0 Length 8.600	9885.228 a = 12.163	
Point # 8		11			9764.710 14.400	9892.510	
Point # 9 N Radi	us Po	48 int # 1 De 46	0 lta = 6	5 58	9766.917 48.600 9814.943 0 Length 48.600	9906.740 a = 55.955	9899.294 Tangent = 31.541
Point # 11 N	15	13	11	Е	9802.184 205.000	9946.189	
Point # 12					9999.994	10000.006	

AREA = 206,862.47 sf (4.7489 acres)

LENGTH = 2066.89

NORTHING ERROR = -0.006 EASTING ERROR = +0.006

LINEAR ERROR = S 46 24 54 E 0.009

REVISED LOT B-1

Point # 1	1	14	15	Е	10000.000 755.740	10000.000	
Point # 2 S	84	18	18	W	9244.436 398.950	10016.322	
Point # 3 N	4	8	48	W	9204.847 290.390	9619.341	
Point # 4 S	84	18	25	W	9494.477 299.860	9598.343	
Point # 5 N	4	8	48	W	9464.731 110.910	9299.962	
Point # 6 N	7	24	56	W	9575.351 150.300	9291.942	
Point # 7 N Radio	-	59 int # 8	100000	W	9724.394 48.600 9738.609		9226.069
S	89	De: 50		6 51 E	13 Lengt 48.600	h = 14.296	Tangent = 7.200
Point # 9 N	0	9	11	Е	9738.479 255.400	9274.668	
Point # 10 N	89	31	1	Е	9993.878 724.680	9275.351	
Point # 11					9999.987	10000.005	

AREA = 478,319.76 sf (10.9807 acres)

LENGTH = 2986.23

NORTHING ERROR = -0.013

EASTING ERROR = +0.005

LINEAR ERROR = S 21 13 59 E 0.014

REVISED LOT B-2 (LARGE PORTION)

N 8 48 49 W 8.600 Point # 6 9764.720 9892.510 N 81 11 11 E 14.400 Point # 7 9766.927 9906.740 N 8 48 49 W 48.600 Radius Point # 8 9814.953 9899.294 Delta = 65 58 0 Length = 55.955 Tange S 74 46 49 E 48.600 Point # 9 9802.194 9946.189								
S 1 14 15 E 242.800 Point # 3 S 89 31 1 W 724.680 Point # 4 S 89 50 49 E Radius Point # 5 Delta = 81 2 0 Length = 12.163 Tang N 8 48 49 W 8.600 Point # 6 N 81 11 11 E 9766.927 9906.740 Radius Point # 8 Delta = 65 58 0 Length = 55.955 Tange S 74 46 49 E 9802.194 9946.189		89	31	1	Е		10000.000	
S 89 31 1 W 724.680 Point # 4 9756.245 9885.228 S 89 50 49 E 8.600 Radius Point # 5 9756.222 9893.828 Delta = 81 2 0 Length = 12.163 Tang N 8 48 49 W 8.600 Point # 6 9764.720 9892.510 N 81 11 11 E 14.400 Point # 7 9766.927 9906.740 N 8 48 49 W 48.600 Radius Point # 8 9814.953 9899.294 Delta = 65 58 0 Length = 55.955 Tange S 74 46 49 E 9802.194 9946.189		1	14	15	Е		10604.639	
S 89 50 49 E 8.600 Radius Point # 5 9756.222 9893.828 Delta = 81 2 0 Length = 12.163 Tang N 8 48 49 W 8.600 Point # 6 9764.720 9892.510 N 81 11 11 E 14.400 Point # 7 9766.927 9906.740 N 8 48 49 W 48.600 Radius Point # 8 9814.953 9899.294 Delta = 65 58 0 Length = 55.955 Tange S 74 46 49 E 48.600 Point # 9 9802.194 9946.189		89	31	1	W		10609.882	
N 8 48 49 W 8.600 Point # 6 9764.720 9892.510 N 81 11 11 E 14.400 Point # 7 9766.927 9906.740 N 8 48 49 W 48.600 Radius Point # 8 9814.953 9899.294 Delta = 65 58 0 Length = 55.955 Tange S 74 46 49 E 48.600 Point # 9 9802.194 9946.189	S		int # 5		_	8.600 9756.22	22	9893.828
N 81 11 11 E 14.400 Point # 7 9766.927 9906.740 N 8 48 49 W 48.600 Radius Point # 8 9814.953 9899.294 Delta = 65 58 0 Length = 55.955 Tange S 74 46 49 E 48.600 Point # 9 9802.194 9946.189	N	8		0.000			gth = 12.163	Tangent = 7.349
N 8 48 49 W 48.600 Radius Point # 8 9814.953 9899.294 Delta = 65 58 0 Length = 55.955 Tange S 74 46 49 E 48.600 Point # 9 9802.194 9946.189		81	11	11	Е		9892.510	
7710:107	N Radi	us Poi	nt # 8 De	lta = 6:	5 58	48.600 9814.95 0 Leng	3	9899.294 Tangent = 31.541
Point # 10 10000.004 10000.006	N	15	13	11	Е	205.000		

AREA = 156,192.75 sf (3.5857 acres)

LENGTH = 1791.54

NORTHING ERROR = +0.004 EASTING ERROR = +0.006

LINEAR ERROR = N 55 30 34 E 0.007