

of way of the Lebanon and Santiam Canal crosses the East line of Block Four, of William Ralston's Addition to said City; and running thence North along the said East line of said Block Fifty feet; thence West One Hundred Seventy-one feet, more or less, to the West line of the alley passing through said Block North and South; thence South One Hundred Fifty feet, more or less, along the West line of said alley to the North line of the right of way of the said Lebanon and Santiam Canal; thence following the right of way of said Canal, in a Northeasterly direction, Two Hundred feet, more or less, to the place of beginning, containing parts of Lots Two, Three and Four of said Block Four, in William Ralston's Addition to Lebanon, Linn County, Oregon, as the same appears upon the maps and plats of said Addition now on file and of record in the Recorder's Office of said County.

G-7 Item 8: Block B, and Lots Five, Six, Seven and Eight in Block Four, all in William Ralston's Addition to the City of Lebanon, Linn County, Oregon, as the same appears on the original plat of said Addition on Record in the office of the County Recorder of said County.

G-8—Mill City Water System

The entire water supply and water distribution system and business of the Company in and about the City of Mill City, Linn and Marion Counties, State of Oregon, including the following real property in Marion County:

G-8 Item 1: Beginning at the point of the pier above the head gate where the log ditch to the Mill leaves the North Santiam River at the North end of the old Hammond Lumber Company's dam, located in the SE $\frac{1}{4}$ of SW $\frac{1}{4}$ of Section 29, in Township 9 South, Range 3 East of the Willamette Meridian in Marion County, Oregon; thence in a Southwesterly direction along the North bank of the North Santiam River 150 feet; thence North to an intersection with a line 20 feet south of and parallel with the South bank of the Mill log ditch; thence Westerly on a line that is 20 feet South of and parallel with the South bank of said log ditch to an intersection with the Northerly extension of the West side of the steam power house; thence in a southerly direction along said West side extension of the steam power house to the North bank of North Santiam River; thence in a Westerly direction following the meanders of said River to the East boundary of the county road right of way; thence Northerly along the East boundary of the county road right of way to the South boundary of the Southern Pacific Company right of way; thence Easterly along the South