Address of New Owner: National Health Corporation
814 South Church Street
Murfreesboro, TN 37130

Send Tax Bill to: Nashville Health Care Center
2215 Patterson Street
Nashville, TN 37203

THIS INSTRUMENT PREPARED BY:
RICHARD F. LaROCHE, JR.
ATTORNEY AT LAW
MURFREESBORO, TN. 37130

WARRANTY DEED RESULTING FROM PLAN OF REORGANIZATION OF CORPORATION

FOR AND IN CONSIDERATION of the completion of those certain Plans of Reorganization (described in TCA 67-4-409) as passed by the Board of Directors and Shareholders of NASHVILLE HEALTH CARE CENTER, INC. and NATIONAL HEALTH CORPORATION, all as to be appropriately filed with the Secretary of State of the State of Tennessee, and in additional consideration of the assumption by the Grantee herein of all liabilities on the property conveyed herein, including any obligations secured by Deeds of Trust on the property, the undersigned NASHVILLE HEALTH CARE CENTER, INC., a Tennessee corporation and NATIONAL HEALTH CORPORATION, a Tennessee corporation, do hereby sell, assign and transfer unto NATIONAL HEALTHCORP L.P., a Delaware limited partnership with W. Andrew Adams as Special General Partner, NHC, Inc., a Tennessee corporation, as Managing General Partner, and NHESOP, Inc., a Tennessee corporation, as Administrative General Partner, that certain tract or parcel of real estate as more particularly described on Exhibit A attached hereto and incorporated herein as though copied verbatim; and, additionally, hereby quitclaim unto National Healthcorp L.P. any and all other realty vested in Grantor although not specifically identified herein.

That certain Limited Partnership Agreement of National Healthcorp L.P. grants and vests in NHC, Inc., a Tennessee corporation, as Managing General Partner, the sole and absolute authority and right to subsequently transfer, convey, encumber, mortgage, pledge, lease, sell, assign or otherwise dispose of all or a part of the interest in the real estate attached as Exhibit A on its signature as Managing General Partner, and no other Special General Partner or Administrative General Partners' signature or approval is necessary.

TO HAVE AND TO HOLD the said real estate, together with the appurtenances, estate, title and interest thereto belonging unto the said NATIONAL HEALTHCORP L.P., a Delaware limited partnership, its successors and assigns, forever.

THE GRANTORS do hereby covenant with the said Grantee that they are lawfully seized and possessed of said real estate, have a good right to convey the same and that it is unencumbered, except as set forth in Exhibit A.

THE GRANTORS further covenant and bind themselves, their successors and representatives to forever warrant and defend the title to said real estate to the said Grantee, its successors and assigns, against the lawful claims of all persons whomsoever.

Possession of the property is to be given with the delivery of this instrument.

IN WITNESS WHEREOF, the said Nashville Health Care Center, Inc. and National Health Corporation have caused this instrument to be executed by their duly authorized officers, effective this the 31 day of December, 1986.

NASHVILLE HEALTH CARE CENTER, INC.

BY: W. Andrew Adam
President

ATTEST:
Richard F. A. Ratcliff
Secretary

NATIONAL HEALTH CORPORATION

BY: W. Andrew Adam
President

ATTEST:
Richard F. A. Ratcliff
Secretary

STATE OF TENNESSEE

COUNTY OF RUTHERFORD

Personally appeared before me, the undersigned, a Notary Public in and for said State and County, the above-named W. ANDREW ADAMS and RICHARD F. LaROCHE, JR., with whom I am personally acquainted and who are known to me to be the President and Secretary, respectively, of the above corporations, and acknowledged under oath that they are the President and Secretary of both corporations and have executed the foregoing instrument for the purposes therein contained.

WITNESS our hands at office in Murfreesboro, Tennessee, this the 31st day of December, 1986.

Notary Public

My comm. expires: 5-20-90.

78238

IDENTIFICATION REFERENCE

Dec 31 9 48 AM '86

FELIX Z. HASCHE REGISTER

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BOOK 7088 PAGE 298

Map 92-15
Pars 76 & 76.1
Is

"EXHIBIT A"

REAL PROPERTY OF NASHVILLE HEALTH CARE CENTER, INC.

A tract of parcel of land lying and being in the First Civil District of Davidson County, Tennessee, being Lots Nos. 16, 17, 18, and 19 of Block 4 on the plan of Murphy Land Company's Division "B", Book 161, page 126, Register's Office for said County, and Lot No. 168 on Elliston's Addition to Nashville, Book 21, page 141, said Register's Office, described according to a survey by a Turner Engineering Co., Inc., Consulting Engineers, dated July 20, 1966, as follows:

Beginning at an iron pin on the southeast side of Patterson Street (a 50-foot right-of-way) 190.75 feet southwesterly from the intersection formed by the southeast side of Patterson Street and the southwest side of 22nd Avenue, North; running thence southwesterly along the southeasterly side of Patterson Street, 310 feet to an iron pin at the northeast corner of property known as Lot No. 167 on Resubdivision of Elliston Homestead as recorded in Book 3500, page 49, said Register's Office; thence running southeasterly along the northeasterly line of said lot No. 167, a distance of 169.1 feet to an iron pin on the northwest side of a 16-foot alley, running thence northeasterly along the northwest side of said 16-foot alley 310 feet to an iron pin at the intersection of the northwest side of said 16-foot alley and the southwest side of a second 16-foot alley; running thence northwesterly along the southwest side of said second 16-foot alley 170.3 feet to the point of beginning.

Being the same property conveyed to Nashville Health Care Center, Inc. by deed of record in Deed Book 5700, page 550, RODC, Tn.

ALSO

Lot No. 28 on the Map of Elliston Addition, as of record in Plan Book 1, page 105, Chancery Court at Nashville and also shown as Lot 167 on the Map of Elliston Property, as of record in Book 21, page 141, Register's Office of Davidson County, Tn. Said lot fronts 100 feet on the southerly side of Patterson Street and runs back between parallel lines 170 feet to an alley.

Being the property conveyed to Nashville Health Care Center, Inc. by deed of record in Book 5816, page 471, Register's Office of Davidson County, Tn.