

THIS AGREEMENT, made and entered into this 21st day of May, 19 84, by and between
A. H. SCHMECHEL, aka ALFRED H. SCHMECHEL, and ROBERTA L. SCHMECHEL, husband and wife

hereinafter called the "Borrower(s)" and WESTERN BANK, an Oregon banking corporation, hereinafter called the "Bank":
WITNESSETH: On or about the 26th day of July, 19 82, the Borrower(s) (or the original
maker(s) if the Borrower is an assignee of record) did make, execute and deliver to the Bank that certain promissory note in the
sum of \$ 5,000.00, payable in monthly installments with interest at the rate of 18.50 % per annum. For the
purpose of securing the payment of said promissory note, the Borrower(s) (or the original maker(s) if the Borrower is an
assignee of record) did make, execute and deliver to the Bank their certain Mortgage or Trust Deed, hereinafter called a
"Security Instrument" bearing date of July 26, 19 82, conveying the following described real
property, situate in the County of Klamath, State of Oregon, to-wit:

Lot 5 in Block 4 of HILLSIDE ADDITION to the City of Klamath Falls, Klamath
County, Oregon, according to the official plat thereof on file in the office
of the County Clerk of Klamath County, Oregon.

which Security Instrument was duly recorded in the records of said county and state.

There is now due and owing upon the promissory note aforesaid, the principal sum of Three Thousand Three
Hundred Twenty Two and 09/100 * * * * * DOLLARS (\$ 3,322.09),
together with the accrued interest thereon, and the Borrower(s) desire a modification of the terms of payment thereof, to which
the Bank is agreeable on the terms and conditions hereinafter stated and not otherwise.

NOW THEREFORE, in consideration of the premises and of the promises and agreements hereinafter contained, the
parties hereto do hereby agree that the balance now due and owing on the promissory note hereinabove described shall be and
is payable in monthly installments of *One Hundred Forty Nine and 09/100* * * * * *
DOLLARS (\$ 149.09) each, including interest on the unpaid balance at the rate of 18.50 %
per annum. The first installment shall be and is payable on the 21st day of June, 19 84, and a
like installment shall be and is payable on the 21st day of each month thereafter until the principal and interest are fully
paid, except that the final payment of principal and interest if not sooner paid, shall be due and payable on the 21st day
of August, 19 86. If any of said installments or either principal or interest are not so paid, the entire
balance then owing shall, at the option of the Bank or its successors in interest, become immediately due and payable without
notice.

Except as herein modified in the manner and on the terms and conditions herein stated, the said promissory note and
Security Instrument shall be in full force and effect, with all the terms and conditions of which the Borrower(s) do agree to
comply in the same manner and to the same extent as though the provisions thereof were in all respects incorporated herein and
made a part of this agreement.

IN WITNESS WHEREOF, the Borrower(s) have hereunto set their hand(s) and seal(s) and the Bank has caused these
present to be executed on its behalf by its duly authorized representative this day and year first hereinabove written.

Alfred H. Schmechel
Signature of Borrower Schmechel
Roberta L. Schmechel
Signature of Borrower Schmechel
Roberta L.

WESTERN BANK

Klamath Falls

Branch

By

Authorized Signature

State of Oregon }
County of Madison } SS:

Personally appeared the above named Alfred H. Schmechel and Roberta L. Schmechel

and acknowledged the foregoing instrument to be their voluntary act and deed. Before me: March 11, 1985

Notary Public for Oregon

My commission expires 6-10-85

RE-2B 5/80

STATE OF OREGON: COUNTY OF KLAMATH:ss
I hereby certify that the within instrument was received and filed for
record on the 14th day of March, A.D., 19 85 at 11:39 o'clock A M,
and duly recorded in Vol M85, of Mortgages on page 3813

Fee: \$ 5.00

Rt. Western Bank
Box 669
KFO. 97601

EVELYN BIEHN, COUNTY CLERK

by: Pat Smith, Deputy