

MODIFICATION OF MORTGAGE OR TRUST DEED

THIS AGREEMENT, made and entered into this 27th day of September, 19 88, by and between
RAYMOND E. DILLON and BARBARA J. DILLON as tenants by the entirety.

hereinafter called the "Borrower(s)" and WESTERN BANK, an Oregon banking corporation, hereinafter called the "Bank":

WITNESSETH: On or about the 23rd day of March, 19 88, 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 \$ 19,203.22 payable in one ~~monthly~~ installments with interest at the rate of B+3.5% 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 March 23, 19 88, conveying the following described real property, situate in the County of Klamath, State of Oregon, to-wit:

The E1/2 NE1/4 NE1/4 of Section 6, Township 40 South, Range 9 East of the Willamette Meridian, 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 Twelve Thousand Three Hundred Ninety Three and 42/100* * * * * * DOLLARS (\$ 12,393.42), 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 Twelve Thousand Three Hundred Ninety Three and 42/100* * * * * * DOLLARS (\$ 12,393.42) each, plus interest on the unpaid balance at the rate of B+3.5% FF per annum. ~~The first installment shall be and is payable on the xxxxxxxx day of xxxxxxxx, 19 xxxxxx and~~ ~~the xxxxxxxx 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 25th day of October, 1988.~~ 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 presents to be executed on its behalf by its duly authorized representative this day and year first hereinabove written.

BY: Ray Dillon President

BY: Barbara J. Dillon Sec/Treas

WESTERN BANK

Klamath Falls

Branch

By: Mark Turner

Assistant Vice Authorized Signature President & Manager

State of Oregon

County of Klamath

SS:

Personally appeared the above named Ray Dillon and Gordon Dillon

and acknowledged the foregoing instrument to be their voluntary act and deed. Before me:

Return to: Western Bank

P.O. Box 669

Klamath Falls, OR 97601

Notary Public for Oregon

My commission expires 2-26-91

RE-28 5/80

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Western Bank the 3rd day of Oct. A.D., 19 88 at 2:53 o'clock P.M., and duly recorded in Vol. M88 of Mortgages on Page 16490.

FEE \$8.00

Evelyn Biehn County Clerk

By: Quelene Neel

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