

## MEMORANDUM OF

## VARIABLE INTEREST RATE AGREEMENT

Effective on and deemed to be dated on the 1st day of May 1991, the undersigned ("Borrowers"), whose address is HC 62 Box 93 Malin, OR 97632 and Farm Credit Bank of Spokane, a corporation, whose address is West 601 First Avenue P.O. Box TAF - C5 Spokane, Washington 99220-4005 ("Lender") entered into that certain Variable Interest Rate Agreement executed March 27, 1991 ("Agreement") to amend the Note dated July 5, 1983, and any amendments thereto (the "Original Note") and Mortgage recorded on July 18, 1983, as Instrument No. 25868 in Book M83, Page 11430, records of Klamath County, State of Oregon, (the "Security Documents"), encumbering the real and/or personal property described therein, reference to which is made for the terms and the description of property. This Memorandum is an abstract of the Agreement. The Agreement provides for the indexing and adjustment of the interest rate, payment terms and balance due on the obligation evidenced by the Original Note and Security Documents. The Original Note as amended by the Agreement is hereinafter referenced as the "Note." The interest rate, payment terms or balance due on the loan under the Note may be indexed, adjusted, renewed or renegotiated.

The legal description of the property to which this Agreement applies is the following described real estate in the County of Klamath, State of Oregon:

Township 41 South, Range 12 East of the Willamette Meridian

Section 9: The S1/2SW1/4  
Section 10: The S1/2SE1/4

SAVING AND EXCEPTING THEREFROM that portion thereof conveyed to the United States of America by deed recorded on page 553 of Volume 91 of Deeds, Records of Klamath County, Oregon.

ALSO saving and excepting therefrom a 60-foot strip of land thereof conveyed to the County of Klamath, State of Oregon, by deed recorded April 23, 1928, in Deed Volume 85, page 165, Records of Klamath County, Oregon. ALSO SAVING AND EXCEPTING THEREFROM any portion thereof lying within existing ditches, canals, and/or laterals.

Signed:

BORROWERS:

Philip G. Blohm  
Philip G. Blohm  
Virginia E. Blohm  
Virginia E. Blohm  
Philip J. Blohm  
Philip J. Blohm

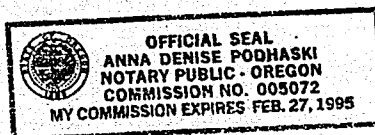
LENDER:

Farm Credit Bank of Spokane, A Corporation

By:

Craig W. Crider  
Craig W. Crider  
Branch Manager-Credit

STATE OF OREGON )  
 ) ss.  
County of Klamath)



On this 27th day of March, 1991, before me personally appeared Craig W. Crider known to me to be an authorized agent of the Farm Credit Bank of Spokane that executed the within instrument, and acknowledged to me that such corporation executed the same as its free act and deed; and on oath stated that he was authorized to execute said instrument.

Anna Denise Podhaski  
Notary Public for the State of Oregon  
residing at Klamath  
My commission expires 2/27/95

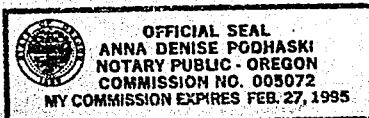
91 APR 1 PM 12 33

STATE OF Oregon )  
 ) ss.  
County of Klamath)

5750

On this 27th day of March, 1991, before me personally appeared Philip G. Blohm and Virginia E. Blohm, husband and wife, known to me to be the persons described in and who executed the within instrument, and acknowledged that they executed the same as their free act and deed.

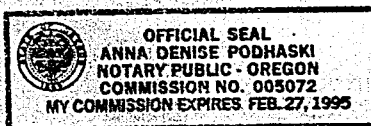
Anna Denise Podhaski  
Notary Public for the State of Oregon  
Residing at Klamath  
My commission expires 2/27/95



STATE OF Oregon )  
 ) ss.  
County of Klamath)

On this 27th day of March, 1991, before me personally appeared Philip J. Blohm, a single man, known to me to be the person described in and who executed the within instrument, and acknowledged that he executed the same as his free act and deed.

Anna Denise Podhaski  
Notary Public for the State of Oregon  
Residing at Klamath  
My commission expires 2/27/95



STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Farm Credit Bank the 1st day  
of April A.D., 19 91 at 12:33 o'clock P. M., and duly recorded in Vol. M91,  
of Mortgages on Page 5749.

FEE \$13.00

Evelyn Biehn  
By Debrae Muelendore County Clerk

Return: Farm Credit Services  
P.O. Box 148  
Klamath Falls, Or. 97601