

After recording return to:
AgAmerica, FCB successor in interest to
Farm Credit Bank of Spokane
P. O. Box 148
Klamath Falls, OR 97601

Customer/Note No. 32060/341

MEMORANDUM OF LOAN MODIFICATION

Karl D. Scronce, Executor of Estate of Forney W. Scronce and Jennifer D. Scronce ("Borrower"), whose address is Route 5 Box 1291, and Ag America, FCB successor in interest to Farm Credit Bank of Spokane, whose address is W. 601 First, P. O. Box TAF-C5, Spokane, WA 99220-4005 ("Lender") entered into that certain Loan Modification Agreement signed on July 18, 1994, 1994 ("Agreement") to amend the Note dated September 26, 1990, and any amendments thereto (the "Original Note") and Mortgage dated September 26, 1990, recorded on October 5, 1990, as Instrument No(s). 22250 in Book M90, Page 20160, and rerecorded November 5, 1990, as Instrument No. 22250 in Book M90, Page 22160 records of Klamath County(ies), State of Oregon, and any amendments thereto (the "Loan 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 or balance due on the obligation evidenced by the Original Note and Loan Documents. The Original Note as amended by the Agreement is hereinafter referenced as the "Note." The interest rate, payment terms or balance due under the Note and Loan Documents may be indexed, adjusted, renewed or renegotiated.

The legal description of the property to which this Agreement applies is attached hereto and incorporated herein as Exhibit "A."

Dated: 7-18-94

X Karl D. Scronce
Karl D. Scronce, Executor of the Estate of
Forney W. Scronce, deceased

X Jennifer D. Scronce
Jennifer D. Scronce

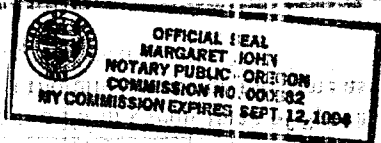
X [Signature]
AgAmerica, FCB successor in interest to
Farm Credit Bank of Spokane

STATE OF OREGON)

) ss.

County of Klamath)

On this 18 day of JULY, 1994, before me personally appeared KARL D. SCRONCE, to me known to be the individual who executed the foregoing instrument as Executor of the Estate of Forney W. Scronce, deceased, for the uses and purposes therein mentioned, and on oath stated that he was authorized to execute this instrument.



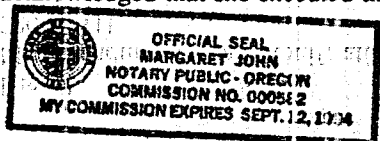
X Margaret John
Notary Public for State of Oregon
Residing at Klamath Falls, OR
My Commission Expires: 9-12-94

STATE OF OREGON)

) ss.

County of Klamath)

On this 18 day of JULY, 1994, before me personally appeared Jennifer D. Scronce, to me known to be the person described in and who executed the within instrument, and acknowledged that she executed the same as her free act and deed.



X Margaret John
Notary Public for Oregon
Residing at Klamath Falls, OR
My Commission Expires: 9-12-94

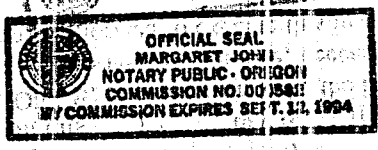
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WACOMB REGION NUMBER 1571134
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STATE OF OREGON:)
County of Klamath) ss.

On this 18 day of July, 1994, before me personally appeared John H. Rayl, known to me to be an authorized agent of the AgAmerica, FCB successor interest to 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.



X Margaret John
Notary Public for Oregon
Residing at Klamath Falls, OR
My Commission Expires: 9-12-94

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Farm Credit the 21st day of July A.D., 19 94 at 10:42 o'clock A M., and duly recorded in Vol. M94 of Mortgages on Page 22329.

FEE \$15.00

Evelyn Biehn - County Clerk
By Pauline Mulendore

THIS INSTRUMENT IS A MODIFICATION OF THE INSTRUMENT RECORDED IN VOLUME M94, PAGE 22329, OF THE PUBLIC RECORDS OF THE COUNTY OF KLAMATH, STATE OF OREGON, DATED JULY 18, 1994, AND IS SUBJECT TO THE TERMS AND CONDITIONS OF SAID INSTRUMENT.

IN WITNESS WHEREOF, I have hereunto set my hand and the seal of my office at Klamath Falls, Oregon, this 18th day of July, 1994.

NOTARY PUBLIC

32060/341

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