

RECORDATION REQUESTED BY:

South Valley State Bank
801 Main Street
Klamath Falls, OR 97601

WHEN RECORDED MAIL TO:

South Valley State Bank
801 Main Street
Klamath Falls, OR 97601

SEND TAX NOTICES TO:

E Ronald Isakson, Clo K Cone, Floyd W Cone and E Ronald
4306 South Sixth Street
Klamath Falls, OR 97603

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST IS DATED NOVEMBER 6, 1995, BETWEEN E Ronald Isakson, Clo K Cone, Floyd W Cone and E Ronald, a copartnership doing business as Executive Village (referred to below as "Grantor"), whose address is 4306 South Sixth Street, Klamath Falls, OR 97603; and South Valley State Bank (referred to below as "Lender"), whose address is 801 Main Street, Klamath Falls, OR 97601.

DEED OF TRUST. Grantor and Lender have entered into a Deed of Trust dated January 29, 1990 (the "Deed of Trust") recorded in Klamath County, State of Oregon as follows:

Recorded February 13, 1990, Volume #M90, page #2915, reception #11314 in the Klamath County Clerks Office.

REAL PROPERTY DESCRIPTION. The Deed of Trust covers the following described real property (the "Real Property") recorded in Klamath County, State of Oregon:

A parcel of land lying in the NE 1/4 SE 1/4 of Sec 3, T 39S, Range 9 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows:
Beginning at a point which is S 55.03 feet and S 89 degrees 14' W 298 feet from the quarter-section corner common to Sections 2 and 3, T 39S, Range 9 East of the Willamette Meridian, said point also being 53 feet S of (when measured at right angles to) the relocated center line of the Klamath Falls-Malin Highway; thence continuing S 89 degrees 14' W a distance of 132 feet; thence S 0 degrees 30' 30" East a distance of 137 feet; thence N 89 degrees 58' 30" East a distance of 132 feet; thence North 0 degrees 30' 30" West a distance of 137 feet to the point of beginning.

The Real Property or its address is commonly known as 4306 South Sixth Street, Klamath Falls, OR 97603. The Real Property tax identification number is 3909 003DA 00500.

MODIFICATION. Grantor and Lender hereby modify the Deed of Trust as follows:

Seventy (70) monthly principal including interest payments of \$1,195.00 beginning November 23, 1995 and each month thereafter until new maturity date of September 23, 2001 at which time the entire balance of principal and interest will be due.

CONTINUING VALIDITY. Except as expressly modified above, the terms of the original Deed of Trust shall remain unchanged and in full force and effect. Consent by Lender to this Modification does not waive Lender's right to require strict performance of the Deed of Trust as changed above nor obligate Lender to make any future modifications. Nothing in this Modification shall constitute a satisfaction of the promissory note or other credit agreement secured by the Deed of Trust (the "Note"). It is the intention of Lender to retain as liable all parties to the Deed of Trust and all parties, makers and endorser to the Note, including accommodation parties, unless a party is expressly released by Lender in writing. Any maker or endorser, including accommodation makers, shall not be released by virtue of this Modification. If any person who signed the original Deed of Trust does not sign this Modification, then all persons signing below acknowledge that this Modification is given conditionally, based on the representation to Lender that the non-signing person consents to the changes and provisions of this Modification or otherwise will not be released by it. This waiver applies not only to any initial extension or modification but also to all such subsequent actions.

EACH GRANTOR ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS MODIFICATION OF DEED OF TRUST, AND EACH GRANTOR AGREES TO ITS TERMS.

GRANTOR:

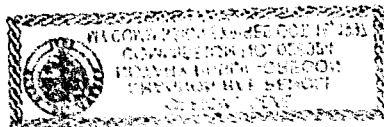
X E Ronald IsaksonX Clo K ConeX Floyd W Cone

X

X E Ronald

LENDER:

South Valley State Bank

By: [Signature]
Authorized Officer

INDIVIDUAL FOR VOTER REGISTRATION

FORM NO 304050
11-01-1992

MODIFICATION OF DEED OF TRUST

30773

INDIVIDUAL ACKNOWLEDGMENT

STATE OF Oregon) ss
COUNTY OF Klamath)



On this day before me, the undersigned Notary Public, personally appeared E Ronald Isakson, Clo K Cone, Floyd W Cone and E Ronald, to me known to be the individuals described in and who executed the Modification of Deed of Trust, and acknowledged that they signed the Modification as their free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 7th day of November, 1995.

By Shannon R. Penoli Residing at Klamath Falls

Notary Public in and for the State of Oregon My commission expires 10/18/97

LENDER ACKNOWLEDGMENT

STATE OF _____) ss
COUNTY OF _____)

On this _____ day of _____, 19____, before me, the undersigned Notary Public, personally appeared _____ and known to me to be the _____, authorized agent for the Lender that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of the said Lender, duly authorized by the Lender through its board of directors or otherwise, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this said instrument and that the seal affixed is the corporate seal of said Lender.

By _____ Residing at _____
Notary Public in and for the State of _____ My commission expires _____

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STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of South Valley State Bank the 13th day
of November A.D., 1995 at 10:14 o'clock A M., and duly recorded in Vol. M95,
of Mortgages on Page 39773.

FEE \$15.00

Bernetha G. Letsch, County Clerk
By Annette Mueller

MODIFICATION OF DEED OF TRUST

RECORDING NOTICE TO:
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