

After recording return to:
AgAmerica, FCB
P. O. Box 148
Klamath Falls, OR 97601

Customer/Note No. 3372/301

K-29782
MEMORANDUM OF LOAN MODIFICATION AGREEMENT

Lee V. Cerri ("Borrower"), whose address is P. O. Box 235, Malin, Oregon 97632, and AgAmerica, FCB successor by interest to Federal Land Bank of Spokane, whose address is W. 601 First, P. O. Box TAF-C5, Spokane, WA 99220 ("Lender") entered into that certain Loan Modification Agreement signed on 12-27-95 ("Agreement") to amend the Note dated April 11, 1978, and any amendments thereto (the "Original Note") and Mortgage(s) dated April 11, 1978, recorded on April 17, 1978, in Book M78, Page 7384, 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 Agreement shortens the final maturity date to January 1, 2006. 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: 12-27-95

X

Lee V. Cerri

AgAmerica, FCB, successor by interest
in Federal Land Bank of Spokane

X

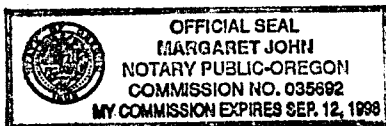
Greg Williams
Authorized Agent

STATE OF OREGON)

) ss.

County of Klamath)

On this 27 day of December, 1995, before me personally appeared Lee V. Cerri, to me known 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.



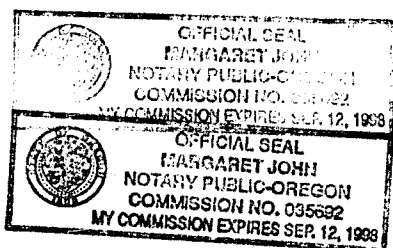
Margaret John
Notary Public for Oregon
Residing at: Klamath Falls, OR
My Commission Expires: 9-12-98

STATE OF OREGON)

) ss.

County of Klamath)

On this 27 day of December, 1995, before me personally appeared Greg Williams, Regional VP, known to be an authorized agent of AgAmerica, FCB 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.



Margaret John
Notary Public for Oregon
Residing at: Klamath Falls, OR
My Commission Expires: 9-12-98

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Klamath County Title the 29th day
of Dec A.D., 19 95 at 3:06 o'clock P M., and duly recorded in Vol. M95,
of Mortgages on Page 35609.

FEE \$15.00

By Bernetha G. Letsch County Clerk