

RECORDATION REQUESTED BY:

South Valley State Bank
5215 South Sixth Street
Klamath Falls, OR 97603

96 APR 15 - P3:49

Vol. m96 Page 10494

WHEN RECORDED MAIL TO:

South Valley State Bank
5215 South Sixth Street
Klamath Falls, OR 97603

SEND TAX NOTICES TO:

South Valley State Bank
5215 South Sixth Street
Klamath Falls, OR 97603

MTC 13967773

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST IS DATED APRIL 10, 1996, BETWEEN Klamath Pacific Corporation, an Oregon Corporation (referred to below as "Grantor"), whose address is 2918 Edison Street, Klamath Falls, OR 97603; and South Valley State Bank (referred to below as "Lender"), whose address is 5215 South Sixth Street, Klamath Falls, OR 97603.

DEED OF TRUST. Grantor and Lender have entered into a Deed of Trust dated May 17, 1994 (the "Deed of Trust") recorded in Klamath County, State of Oregon as follows:

Volume M94, page 18077, reception #82481 recorded June 9, 1994 in the office of the County Clerk, Klamath Falls, OR.

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

PARCEL 1

THE EAST 1/2 OF THE NORTHWEST 1/4 OF THE NORTHEAST 1/4 SECTION 32, TOWNSHIP 39 SOUTH, RANGE 10 EAST OF THE WILLAMETTE MERIDIAN (E1/2 NW1/4 SECTION 32, TOWNSHIP 39 SOUTH, RANGE 10 EAST, WILLAMETTE MERIDIAN) KLAMATH COUNTY, OREGON.

PARCEL 2: BEGINNING AT THE NORTHWEST CORNER OF THE NORTHEAST 1/4 OF THE NORTHEAST 1/4 OF SECTION 32, TOWNSHIP 39 SOUTH, RANGE 10 EAST, WILLAMETTE MERIDIAN; THENCE SOUTH ALONG THE WEST LINE OF SAID NORTHEAST 1/4 OF THE NORTHEAST 1/4 A DISTANCE OF 14 CHAINS; THENCE EAST PARALLEL TO THE NORTH LINE OF SAID SECTION A DISTANCE OF 9 CHAINS; THENCE NORTH PARALLEL TO SAID WEST LINE A DISTANCE OF 14 CHAINS; THENCE WEST ALONG THE NORTH LINE OF SAID SECTION A DISTANCE OF 9 CHAINS TO THE POINT OF BEGINNING.

The Real Property or its address is commonly known as HILL ROAD, Klamath Falls, OR 97603.

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

Extend maturity date to March 31, 1998.

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 endorers 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:

Klamath Pacific Corporation

By: Robert A Stewart
Robert A Stewart, President

LENDER:

South Valley State Bank

By: Hal Sturgeon
Authorized Officer

CORPORATE ACKNOWLEDGMENT

STATE OF Oregon)
COUNTY OF Klamath) ss



On this 11th day of April, 1996, before me, the undersigned Notary Public, personally appeared Robert A Stewart, President of Klamath Pacific Corporation, and known to me to be an authorized agent of the corporation that executed the Modification of Deed of Trust and acknowledged the Modification to be the free and voluntary act and deed of the corporation, by authority of its Bylaws or by resolution of its board of directors, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this Modification and in fact executed the Modification on behalf of the corporation.

By: Hal Sturgeon Residing at: Klamath
Notary Public in and for the State of Oregon My commission expires Nov. 16, 1999

MODIFICATION OF DEED OF TRUST

04-10-1996
Loan No 205510

MODIFICATION OF DEED OF TRUST
(Continued)

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LENDER ACKNOWLEDGMENT

STATE OF

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 _____ the _____ day
of _____ A.D., 19____ at _____ o'clock _____ P.M., and duly recorded in Vol. _____
of _____ Mortgages on Page _____

FEE \$15.00

By _____
Bernetha G. Letsch, County Clerk

MODIFICATION OF DEED OF TRUST

RECORDATION SECTION ON 04/10/96
2512 SOUTH SHAW STREET
SEASIDE, OREGON 97138
SEND FAX NOTICE TO:

RECORDATION SECTION ON 04/10/96
2512 SOUTH SHAW STREET
SEASIDE, OREGON 97138
WHEN RECORDED MAIL TO:

RECORDATION SECTION ON 04/10/96
2512 SOUTH SHAW STREET
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20 APR 12 1996

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