

RECORDATION REQUESTED BY:

96 DEC 18 P1:32

South Valley Bank & Trust
803 Main Street
Klamath Falls, OR 97601

WHEN RECORDED MAIL TO:

South Valley Bank & Trust
803 Main Street
Klamath Falls, OR 97601

SEND TAX NOTICES TO:

Shield Crest, Inc.
P O Box 5047
Klamath Falls, OR 97601

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST IS DATED DECEMBER 13, 1996, BETWEEN Shield Crest, Inc., an Oregon Corporation, An estate in fee simple (referred to below as "Grantor"), whose address is P O Box 5047, Klamath Falls, OR 97601; and South Valley Bank & Trust (referred to below as "Lender"), whose address is 803 Main Street, Klamath Falls, OR 97601.

DEED OF TRUST. Grantor and Lender have entered into a Deed of Trust dated May 18, 1995 (the "Deed of Trust") recorded in Klamath County, State of Oregon as follows:

Recorded on May 24, 1995 in the Klamath County Clerk's Office Volume 1195 at Page 13720

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

See attached Exhibit A

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

Extend Maturity date to May 15, 1997

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 intent of Lender to retain as liable all parties to the Deed of Trust and all parties, makers and endorses 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 hereby 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:

Shield Crest, Inc.

By: Helen Cheyne
Helen Cheyne, President

LENDER:

South Valley Bank & Trust

By: [Signature]
Authorized Officer

CORPORATE ACKNOWLEDGMENT

STATE OF Oregon

COUNTY OF Klamath

On this 13 day of December, 1996, before me, the undersigned Notary Public, personally appeared Helen Cheyne, President of Shield Crest, Inc., 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: [Signature]
Notary Public in and for the State of Oregon

Residing at Klamath Falls
My commission expires 5-1-98



NOTARY PUBLIC SEAL
NOTARY PUBLIC-OREGON
COMMISSION NO. 036174
MY COMMISSION EXPIRES AUG. 1, 1998

1996 DEC 18 10:53
13-13-1996

MODIFICATION OF DEED OF TRUST

30116 39246

EXHIBIT A

The following described real property situate in Klamath County, Oregon:

Residential Lots

Block 1: Lots 2, 3, 4, 5 and 6

Block 3: Lots ~~X~~ 17, 19, 21, 23, 24, 25 and 26 all in Shield Crest - Tract 1172, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

Spiker Ranch

That portion of a tract of land situated in the NE 1/4 NE 1/4 of Section 7, Township 39 South, Range 10 E.W.M., deeded to Shield Crest, Inc., by deed from Leroy D Spiker, Jr. and Melodee A Spiker, in Deed Volume M90 page 1522, Records of Klamath County, Oregon, lying Easterly of the Easterly line of MLP 3-91 and westerly of the Westerly line of MLP 1-91 filed in the office of the County Clerk.

Parcel 3 of Minor Land Partition 1-91 located in the NE 1/4 NE 1/4 of Section 7, and the NW 1/4 NW 1/4 of Section 8, Township 39 South, Range 10 East of the Willamette Meridian, filed to the office of the County Clerk.

Parcel 3 of Minor Land Partition 3-91 located in the NE 1/4 NE 1/4 of Section 7, Township 39 South, Range 10 E.W.M., filed in the office of the County Clerk.

Condos

Lot 11, Block 4 of Tract 1257, R1-subdivision of a portion of First Addition to Shield Crest, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon, SAVING AND EXCEPTING that portion lying within tract 1271-Shield Crest Condominiums - Building 3, 4 and 5

Together with the following described parcel: Beginning at an angle point on the northerly line of Lot 11, Block 4, Tract 1257 from which point the most northerly line of Lot 11 bears N. 73 degrees 10' 24" W. 679.00 feet; thence S. 73 degrees 10' 24" E. 67.27 feet; thence S. 31 degrees 12' 48" E. 277.91 feet to an angle point on the northerly boundary of said Lot 11; thence N. 39 degrees 01' 24" W. 331.00 feet to the point of beginning.

ALSO TOGETHER WITH an undivided interest in all those private roads shown on the plat and more particularly described in Declaration recorded in Volume M-84 on page 4256, and in Easement recorded May 23, 1990, in Volume M-90 on page 9828, Deed records of Klamath County, Oregon.

Helene J. Chagne
President

STATE OF OREGON : COUNTY OF KLAMATH:

ss.

Filed for record at request of South Valley Bank the 18th day
of December A.D. 1996 at 1:32 o'clock P. M. and duly recorded in Vol. M96
of Mortgage on Page 39246

FEE \$20.00

County Clerk
by Bernetha Letsch
Kathleen Ross