

AMENDMENT TO BYLAWS

Upon the meeting of the Board of Directors and all Shareholders of Falcon Heights Condominium Association, Inc., a meeting was called to order at 1:30 p.m. on Friday, February 13, 1998, at the corporate office of SoCo Development, Inc. Present were the Declarant SoCo Development, Inc., Secretary LouEllyn Kelly and members of the Board of Directors of Falcon Heights Condominium Association, Inc., Mel Stewart, Lisa Stewart, Rob Bogatay and LouEllyn Kelly.

The meeting was called to order at 1:30 p.m. by acting President and Declarant LouEllyn Kelly.

Notice of the meeting pursuant to Article II of the Bylaws was duly acknowledged and, pursuant to Article IX of the Bylaws, a majority of the Board of Directors proposed an amendment, which had been reduced to writing, in regards to the rental of the condominium units by unit owners.

Now, therefore, after motion duly made, seconded and carried, the following amendment to the Bylaws of Falcon Heights Condominium Association, Inc., was unanimously approved by the Board of Directors and Declarant, representing 100% of the voting rights of the Association.

Section 11.1(h) shall be deleted and replaced with the following language:

"The units in Falcon Heights Condominium Association shall be owner occupied only, with the following exceptions: A purchaser may purchase an entire building and rent out one-half of their duplex. Immediate family members of owners shall be included in the definition of owner occupied. Once the development of Falcon Heights Condominium Association is completed (all stages), the rentals shall be considered on a case by case basis by the Association Board of Directors. At no time may both sides of a duplex be rented. All rentals, whether owner occupied or not, shall be approved by the Board of Directors."

1. AMENDMENT TO BYLAWS
falche01.139

12597

This Amendment to the Bylaws of Falcon Heights Condominium Association, Inc., shall be recorded pursuant to ORS 100.410 after approval by the Real Estate Commissioner in accordance with ORS 100.410(5).

DATED this 6th day of March, 1998.

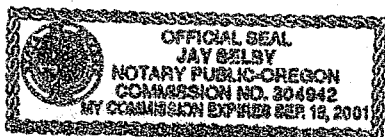
LouEllyn Kelly, Chairman

Glenn Walton, Secretary

STATE OF OREGON)
County of Klamath) ss.

March 6th, 1998

Personally appeared, LouEllyn Kelly, and acknowledged the foregoing instrument to be her voluntary act and deed. Before me:

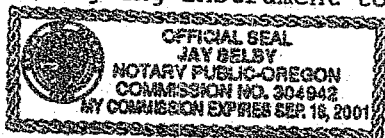


Jay Selby
Notary Public for Oregon
My Commission expires: 9/18/2001

STATE OF OREGON)
County of Klamath) ss.

March 6th, 1998

Personally appeared, Glenn Walton, and acknowledged the foregoing instrument to be his voluntary act and deed. Before me:



Jay Selby
Notary Public for Oregon
My Commission expires: 9/18/2001


After Recording Return To:
Michael P. Rudd
411 Pine Street
Klamath Falls, OR 97601

12598

The foregoing Bylaw Amendment is approved pursuant to ORS
100.410 this 3rd day of April, 1998.

SCOTT W. TAYLOR
Real Estate Commissioner

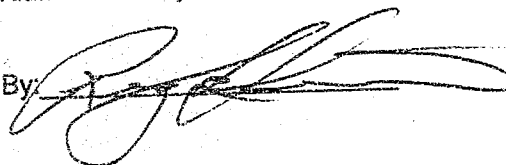
By


Marge Robinson

The foregoing Bylaw Amendment is approved pursuant to ORS
100.410 this 14 day of April, 1998.

Klamath County Tax Assessor

By



STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Michael P. Rudd the 16th day
of April A.D., 19 98 at 1:03 o'clock P. M., and duly recorded in Vol. M98
of Deeds on Page 12596.

FEE \$20.00

Bernetha G. Letsch, County Clerk
By Kathleen Reed