

RECORDATION REQUESTED BY:

South Valley Bank & Trust
P O Box 6210
Klamath Falls, OR 97601

VOL M9 Page 469?

98 DEC -7 P3.39

WHEN RECORDED MAIL TO:

South Valley Bank & Trust
P O Box 6210
Klamath Falls, OR 97601

SEND TAX NOTICES TO:

Champion Metal Co., Inc
4238 Onyx Ave
Klamath Falls, OR 97603

ASPRD 04048707

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST IS DATED NOVEMBER 4, 1998, BETWEEN Champion Metal Co., Inc., an Oregon Corporation (referred to below as "Grantor"), whose address is 4238 Onyx Ave, Klamath Falls, OR 97603; and South Valley Bank & Trust (referred to below as "Lender"), whose address is P O Box 6210, Klamath Falls, OR 97601.

DEED OF TRUST. Grantor and Lender have entered into a Deed of Trust dated December 31, 1997 (the "Deed of Trust") recorded in Klamath County, State of Oregon as follows:

Recorded February 23, 1998 in Klamath County, Book M98 Page 5744

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

Lots 34, 35, 36, 37, 38,39 and the Easterly 1/4 of Lot 40, Block 4, Sixth Street Addition to the City of Klamath Falls, in the County of Klamath, State of Oregon. Saving and excepting that portion conveyed to State of Oregon, by and through its State Highway Commission, by deed recorded March 29, 1942 in book 146 page 284, by deed recorded April 3, 1942 in Book 146 at Page 379, and by deed recorded February 1, 1945 in Book 173 at page 97, all in Deed Records of Klamath County, Oregon.

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

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

Extend maturity date to December 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, including accommodation makers, unless a party is expressly released by Lender in writing. Any maker or endorser, 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:

Champion Metal Co., Inc

By: *[Signature]*
Walter C. Badorek, President

LENDER:

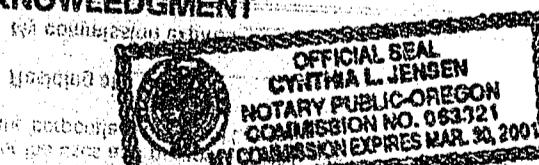
South Valley Bank & Trust

By: *[Signature]*
Authorized Officer

CORPORATE ACKNOWLEDGMENT

STATE OF Oregon

COUNTY OF Klamath



On this 19 day of November, 1998, before me, the undersigned Notary Public, personally appeared Walter C. Badorek, President of Champion Metal Co., 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 3/30/2001

RSUS No 02002014
11-01-1998

(Continued)
MODIFICATION OF DEED OF TRUST

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