

THIS AGREEMENT, made and entered into this 30th day of JULY, 1999 by and between
DAVID HOPPE AND CANDACE AMBORN

hereinafter called the "Borrower(s)" and South Valley Bank & Trust, an Oregon Banking Corporation, hereinafter called the "Lender".

WITNESSETH: On or about the 22ND day of JULY, 1997, the Borrower(s) (or the original maker(s) if the Borrower is an assignee of record) did make, execute and deliver to the Lender that certain promissory note in the sum of \$ 20,800.00, payable in monthly installments with interest at the rate of 9.500 % per annum. For the purpose of securing the payment of said promissory note, the Borrower(s) (or the original maker(s) if the Borrower is an assignee of record) did make, execute and deliver to the Lender their certain Mortgage or Trust Deed, hereinafter called a "Security Instrument" bearing date of JULY 22, 1997 conveying the following described real property, situated in the County of KLAMATH, State of OREGON to-wit:

Lot 8 in Block 6 of LYNNEWOOD FIRST ADDITION, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

MODIFYING DEED OF TRUST JULY 23, 1997 RECORDED M97 PAGE23249

which Security Instrument was duly recorded in the records of said county and state.

There is now due and owing upon the promissory note aforesaid, the principal sum of NINETEEN THOUSAND FOUR HUNDRED TWENTY-NINE AND 40/100 DOLLARS (\$ 19,429.40), together with the accrued interest thereon, and the Borrower(s) desire a modification of the terms of payment thereof, to which the Lender is agreeable on the terms and conditions hereinafter stated and not otherwise.

NOW THEREFORE, in consideration of the premises and of the promises and agreements hereinafter contained, the parties hereto do hereby agree that the balance now due and owing on the promissory note hereinabove described shall be and is payable in monthly installments of TWO HUNDRED SEVENTEEN AND 33/100 DOLLARS (\$ 217.33) each, INCLUDING interest on the unpaid balance at the rate of 9.500 % per annum. The first installment shall be and is payable on the FIRST day of SEPTEMBER, 1999 and a like installment shall be and is payable on the FIRST day of each month thereafter until the principal and interest are fully paid, except that the final payment of principal and interest if not sooner paid, shall be due and payable on the FIRST day of AUGUST, 2001. If any of said installments or either principal or interest are not so paid, the entire balance then owing shall, at the option of the Lender or its successors in interest, become immediately due and payable without notice.

Except as herein modified in the manner and on the terms and conditions herein stated, the said promissory note and Security instrument shall be in full force and effect, with all the terms and conditions of which the Borrower (s) do agree to comply in the same manner and to the same extent as though the provisions thereof were in all respects incorporated herein and made a part of this agreement.

IN WITNESS WHEREOF, the Borrower(s) have hereunto set their hand(s) and seal (s) and the Lender has caused these presents to be executed on its behalf by its duly authorized representative this day and year first hereinabove written.

Signature of Borrower

Signature of Borrower

South Valley Bank & Trust

By: Virginia Wright Stephens
Authorized Signature

State of Oregon

County of Klamath

Personally appeared the above named David Hoppe and Candace

Amborn and acknowledged the foregoing instrument to be their voluntary act and deed. Before me:



Notary Public for Oregon
My commission expires 7/31/01

30664

State of Oregon, County of Klamath
Recorded 7/30/99 at 3:34 p. m.
In Vol. M99 Page 30663

Linda Smith,
County Clerk Fee \$ 15 - KR