

RECORDATION REQUESTED BY:

South Valley Bank & Trust  
803 Main Street  
P.O. Box 5210  
Klamath Falls, OR 97601

Vol M00 Page 11111

WHEN RECORDED MAIL TO:

South Valley Bank & Trust  
803 Main Street  
P.O. Box 5210  
Klamath Falls, OR 97601

200 APR -4 PM 3:41

SEND TAX NOTICES TO:

South Valley Bank & Trust  
803 Main Street  
P.O. Box 5210  
Klamath Falls, OR 97601

AMERITILE, has recorded this instrument by request as an accommodation only, and has not examined it for regularity and sufficiency or as to its effect upon the title to any real property that may be described therein.

MTC 1396-1758

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST dated March 29, 2000, is made and executed between Scott W Cheyne and Janine M Cheyne; as Tenants by the Entirety ("Grantor") and South Valley Bank & Trust, 803 Main Street, P.O. Box 5210, Klamath Falls, OR 97601 ("Lender").

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated April 24, 1998 (the "Deed of Trust") which has been recorded in Klamath County, State of Oregon, as follows:

Recorded on April 28, 1998 at the Klamath County Clerk's Office, Volume M98, page 14095; Modified on March 22, 1999 and recorded on March 24, 1999, Volume M99, page 10523.

REAL PROPERTY DESCRIPTION. The Deed of Trust covers the following described real property located in Klamath County, State of Oregon:

See attached Exhibit A

The Real Property or its address is commonly known as OR.

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

Extend the Maturity Date to March 31, 2001 and Increase the Loan amount to \$229,040.00.

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 endorser 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.

GRANTOR ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS MODIFICATION OF DEED OF TRUST AND GRANTOR AGREES TO ITS TERMS. THIS MODIFICATION OF DEED OF TRUST IS DATED MARCH 29, 2000.

GRANTOR:

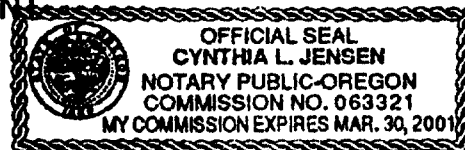
x Scott W Cheyne  
Scott W Cheyne, Individually

x Janine M Cheyne  
Janine M Cheyne, Individually

LENDER:

x [Signature]  
Authorized Officer

INDIVIDUAL ACKNOWLEDGMENT



STATE OF OREGON )  
) SS  
COUNTY OF KLAMATH )

On this day before me, the undersigned Notary Public, personally appeared Scott W Cheyne and Janine M Cheyne, to me known to be the individuals described in and who executed the Modification of Deed of Trust, and acknowledged that they signed the Modification as their free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 3rd day of April, 2000.  
By Cynthia L Jensen Residing at Klamath Falls  
Notary Public in and for the State of Oregon My commission expires 3/30/2001

31.00  
m

**11112**


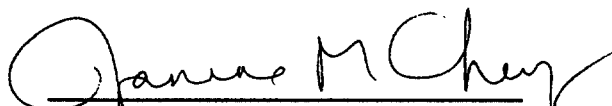
STATE OF OREGON )  
 ) SS  
COUNTY OF KLAMATH )

By \_\_\_\_\_ Residing at \_\_\_\_\_  
Notary Public in and for the State of \_\_\_\_\_ My commission expires \_\_\_\_\_

## Exhibit "A"

A parcel of land situate in Section 27, Township 40 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon, being more particularly described as follows:

Beginning at the  $\frac{1}{4}$  section corner common to Sections 22 and 27, Township 40 South, Range 9 East of the Willamette Meridian; thence South 0 degrees 31' 15" East along the North-South centerline of said Section 27, 3421.73 feet to a point; thence South 38 degrees 01" West 431.2 feet to a point on the Northerly right of way line of the Lower Klamath Lake Road, as the same is presently located and constructed, thence Northwesterly along said Northerly right of way line 1830 feet, more or less, to a point on the East-West centerline of said Section 27; thence North 89 degrees 32' 50" East along said East-West centerline 414.50 feet to the Center West 1/16 corner of said Section 27; thence North 0 degrees 21' 10" West 2634.13 feet to the West 1/16 corner common to Sections 22 and 27; thence North 89 degrees 51' 30" East, 1301.60 feet to the point of beginning.

  
Scott W. Cheyne  
Janine M. Cheyne

State of Oregon, County of Klamath  
Recorded 04/04/00, at 2:41 p. m.  
In Vol. M00 Page 1111  
Linda Smith,  
County Clerk Fee \$ 31<sup>00</sup>