

RECORDATION REQUESTED BY:

South Valley Bank & Trust
Commercial Branch
P O Box 5210
Klamath Falls, OR 97601

Vol M00 Page 19258

WHEN RECORDED MAIL TO:

South Valley Bank & Trust
Commercial Branch
P O Box 5210
Klamath Falls, OR 97601

200 MAY 30 11:19

SEND TAX NOTICES TO:

South Valley Bank & Trust
Commercial Branch
P O Box 5210
Klamath Falls, OR 97601

AMERITITLE, 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 1396-1863

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST dated May 9, 2000, is made and executed between Robert L Laver and Shirlee A Laver; Husband and Wife ("Grantor") and South Valley Bank & Trust, Commercial Branch, P O Box 5210, Klamath Falls, OR 97601 ("Lender").

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated March 1, 1994 (the "Deed of Trust") which has been recorded in Klamath County, State of Oregon, as follows:

Recorded on May 2, 1994 at the Klamath County Clerk's Office, Volume M94, page 13668; modified on March 22, 1999 and recorded on March 26, 1999, Volume M99, page 10682.

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

A parcel of land lying in Block C, HOMECREST and in Lot 8, Block 3, BRYANT TRACTS, Klamath County, Oregon and being a portion of that property described in those deeds to the State of Oregon, by and through its State Highway Commission, recorded January 25, 1947 in Book 201, Page 333; recorded March 29, 1950 in Book 237, Page 579; recorded November 13, 1950 in Book 243, Page 322 and a portion of that property designated as Parcel 1 and described in that deed to the State of Oregon, by and through its State Highway Commission, recorded October 14, 1946 in Book 197, Page 89 all of Klamath County Record of Deeds; the said parcel being that portion of said property lying Southwesterly of a line parallel with and 100 feet southwesterly of the center line of the relocated Klamath Falls-Malin Highway which center line is referred to herein in that deed to the State of Oregon, by and through its State Highway Commission, recorded June 10, 1955 in Book 275, Page 121 of Klamath County Record of Deeds. EXCEPT therefrom that portion of said property lying Northerly of a line parallel with and 30 feet Southerly of the Northerly line of said Block C. The parcel of land to which this description applies contains 1.51 acres, more or less.

The Real Property or its address is commonly known as Shasta Way and East Side By-Pass, Klamath Falls, OR 97603.

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

Change the vesting to Robert L Laver and Shirlee A Laver, Husband and Wife.

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 endorsers 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 MAY 9, 2000.

GRANTOR:

X Robert L Laver
Robert L Laver, Individually

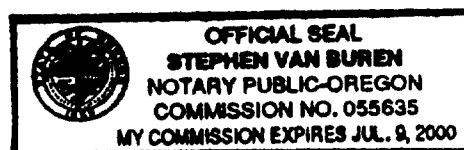
X Shirlee A Laver
Shirlee A Laver, Individually

LENDER:

X Stephen Van Buren
Authorized Officer

INDIVIDUAL ACKNOWLEDGMENT

STATE OF OREGON)
) SS
COUNTY OF KLAMATH)



On this day before me, the undersigned Notary Public, personally appeared Robert L Laver and Shirlee A Laver, 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 16th day of May, 20 00.

By Stephen Van Buren

Residing at Klamath Falls

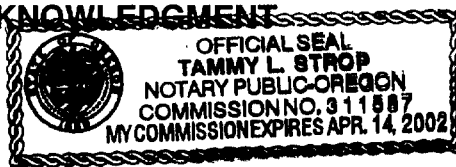
Notary Public in and for the State of Oregon

My commission expires 7-9-2000

26.00

LENDER ACKNOWLEDGMENT

STATE OF OREGON)
) SS
COUNTY OF KLAMATH)



On this 11th day of May, 2000, before me, the undersigned Notary Public, personally appeared Stephen Van Buren and known to me to be the lending officer, authorized agent for the Lender that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of the said Lender, duly authorized by the Lender through its board of directors or otherwise, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this said instrument and that the seal affixed is the corporate seal of said Lender.

By Tammy L. Strop
Notary Public in and for the State of Oregon

Residing at 803 Main Street
My commission expires April 14, 2002

(LASER PRO Lending, Reg. U.S. Pat. & T.M. Off., Ver. 5.12.00.07 (c) Concentra 1997, 2000. All Rights Reserved. - OR F:\LPWINC\FRLPL\IG202.FG TR-780 PR-STDLN12)

State of Oregon, County of Klamath
Recorded 05/30/00, at 11:19 a m.
In Vol. M00 Page 19258
Linda Smith,
County Clerk Fee \$ 26.00

Unofficial Copy