

RECORDATION REQUESTED BY:
Washington Mutual Bank dba Western Bank
Klamath Falls Branch
421 South 7th Street
P.O. Box 669
Klamath Falls, OR 97601-0322

Vol M00 Page 36026

WHEN RECORDED MAIL TO:
Washington Mutual Bank dba Western Bank
Klamath Falls Branch
421 South 7th Street
P.O. Box 669
Klamath Falls, OR 97601-0322

200 OCT -2 AM 11:21

SEND TAX NOTICES TO:
Mark W. Ahalt
Tammy L. Ahalt
460 Havencrest Court
Klamath Falls, OR 97603

INTL 1396-213S

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST dated September 22, 2000, is made and executed between Mark W. Ahalt and Tammy L. Ahalt, as tenants by the entirety, whose address is 460 Havencrest Court, Klamath Falls, OR 97603 ("Grantor") and Washington Mutual Bank dba Western Bank, Klamath Falls Branch, 421 South 7th Street, P.O. Box 669, Klamath Falls, OR 97601-0322 ("Lender").

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated August 4, 2000 (the "Deed of Trust") which has been recorded in Klamath County, State of Oregon, as follows:

Recorded August 4, 2000, in the official records of Klamath, State of Oregon, in Volume M00, Page 28686.

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

That portion of Tract 5 of the Subdivision of Tracts 25 and 32 inclusive, Together with the South 10 feet of Tracts 33 and 34 of ALTAMONT RANCH TRACTS, more particularly described as follows: Beginning at the point on the South boundary line of said Tract 5 that is 85 feet East from the Southwest corner of said Tract 5, thence North parallel to and 85 feet distant from the West boundary line of said Tract 5, a distance of 135 feet; thence East parallel to and 135 feet distant from the South boundary line of said Tract a distance of 85 feet; thence South parallel to and 170 feet distant from said West boundary line a distance of 135 feet to said South boundary line of Tract 5; thence West on said South boundary line a distance of 85 feet to the point of beginning

The Real Property or its address is commonly known as 2921 Anderson Avenue, Klamath Falls, OR 97603. The Real Property tax identification number is 3909-015BB-00700-000.

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

Pursuant to the execution of that certain Change in Terms Agreement [Promissory Note] of even date herewith, Grantor hereby agrees that the maturity date of the Deed is extended to September 1, 2005.

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 SEPTEMBER 22, 2000.

GRANTOR:

x Mark W. Ahalt
Mark W. Ahalt, Individually

x Tammy L. Ahalt
Tammy L. Ahalt, Individually

LENDER:

x B. S. S. S. S.
Authorized Officer

INDIVIDUAL ACKNOWLEDGMENT

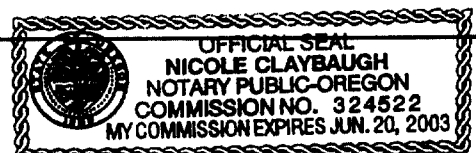
STATE OF OREGON)
) SS
COUNTY OF KLAMATH)

On this day before me, the undersigned Notary Public, personally appeared Mark W. Ahalt and Tammy L. Ahalt, 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 29 day of September, 2000.

By Nicole Claybaugh
Notary Public in and for the State of Oregon

Residing at 421 So. 7th St, Klamath Falls OR
My commission expires June 20, 2003 97603



LENDER ACKNOWLEDGMENT

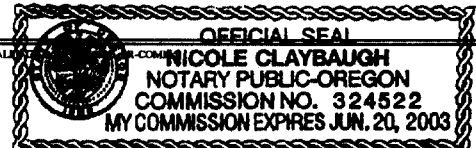
STATE OF OREGON)
) SS
COUNTY OF KLAMATH)

On this 29 day of September, 20 00, before me, the undersigned Notary Public, personally appeared Bridgette Griffin Smith and known to me to be the Business Banking 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 Nicole Claybaugh
Notary Public in and for the State of Oregon

Residing at 421 So 7th St. Klamath Falls OR
My commission expires June 20, 2003 97603

[LASER PRO Lending, Reg. U.S. Pat. & T.M. OFF., Ver. 5.12.00.07 (c) Copyright 1997, 2000. All Rights Reserved. - OR J:\CPL-WIN\CP11\]



State of Oregon, County of Klamath
Recorded 10/02/00, at 11:21 a.m.
In Vol. M00 Page 36026
Linda Smith,
County Clerk Fee \$ 26.00