

RECORDATION REQUESTED BY:

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

Vol M02 Page 1151

WHEN RECORDED MAIL TO:

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

State of Oregon, County of Klamath
Recorded 01/08/2002 11:16 a m.
Vol M02, Pg 1151-55
Linda Smith, County Clerk
Fee \$ 41.00 # of Pgs 5

SEND TAX NOTICES TO:

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

mtc 1396-3481

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST dated December 18, 2001, is made and executed between Leehmann & Sons, Inc. ("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 (the "Deed of Trust") which has been recorded in Lake County, State of Oregon, as follows:

Recorded March 4, 1998 on Page 421 in Book 111 in Lake County, Oregon.

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

See attached Exhibit "A" and by this reference incorporated herein

The Real Property or its address is commonly known as HC 60 Box 180, Lakeview, OR 97630.

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

Extend maturity date of Note to December 31, 2002.

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 DECEMBER 18, 2001.

GRANTOR:

LEEHMANN & SONS, INC.

By: Robbie D. Leehmann
Robbie D. Leehmann, President of Leehmann & Sons, Inc.

By: Walter H. Leehmann
Walter H. Leehmann, Vice President of Leehmann & Sons, Inc.

By: Jean Leehmann
Jean Leehmann, Secretary of Leehmann & Sons, Inc.

LENDER:

X [Signature]
Authorized Officer

AMERITITLE has recorded this
Instrument by request as an accomodation 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.

CORPORATE ACKNOWLEDGMENT

STATE OF Oregon

COUNTY OF Lake

)
) SS
)



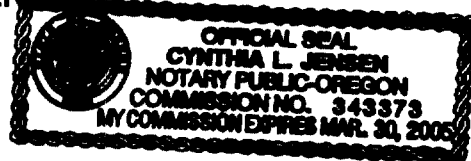
On this 21st day of December, 20 01, before me, the undersigned Notary Public, personally appeared Robbie D. Leehmann, President; Walter H. Leehmann, Vice President; Jean Leehmann, Secretary of Leehmann & Sons, Inc., and known to me to be authorized agents of the corporation that executed the Modification 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 they are authorized to execute this Modification and in fact executed the Modification on behalf of the corporation.

By: Kathleen H. Aney
Notary Public in and for the State of Oregon

Residing at 305 Hwy 31, Paisley, OR 97636
My commission expires 8/18/03

LENDER ACKNOWLEDGMENT

STATE OF Oregon)
COUNTY OF Klamath) SS



On this 2nd day of January, 20 02, before me, the undersigned Notary Public, personally appeared Kirsten Elchert and known to me to be the Loan 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 Cynthia L. Jensen Residing at Klamath Falls
Notary Public in and for the State of Oregon My commission expires 3/30/05

EXHIBIT A

In the County of Lake, State of Oregon, as follows:

Parcel No. 1:

Township 37 South, Range 20 East of the willamette Meridian,
 Section 29: The S $\frac{1}{2}$.
 Section 31: ALL of Section
 Section 32: The E $\frac{1}{2}$ of the E $\frac{1}{2}$,
 the SW $\frac{1}{4}$ of the SW $\frac{1}{4}$.

Township 38 South, Range 20 East of the Willamette Meridian,
 Section 3: Beginning at a point where the West right of way
 line of U.W. Highway 395 intersects the North line
 of Section 3, Township 38 South, Range 20 East of
 the Willamette Meridian;
 thence Southwesterly along the Westerly right of
 way line of said highway to a point where the same
 intersects the South line of said Section 3;
 thence West along the South line of said Section 3
 to the Southwest corner of said Section 3;
 thence North along the West line of said Section 3
 to the Northwest corner thereof;
 thence East along the North line of said Section 3
 to the point of beginning, EXCEPTING THEREFROM a
 parcel of land described as:

Beginning at the center of Section 3, Township 38
 South, Range 20 East of the Willamette Meridian;
 thence West a distance of 400 feet;
 thence South 500 feet;
 thence East 400 feet;
 thence North a distance of 500 feet to the point
 of beginning.

Section 4:

All of Section.

Section 5:

All of Section, EXCEPTING THEREFROM that portion
 heretofore conveyed to the State of Oregon, by and
 through its State Highway Commission, in deeds
 recorded in Book 75 at Page 84; Book 75 at Page
 92; Book 75 at Page 143; Book 75 at Page 292; and
 in Book 81 at Page 178, Deed Records.

EXHIBIT A

Parcel No. 2:

Township 39 South, Range 19 East of the Willamette Meridian,
 Section 12: The SW $\frac{1}{4}$;
 the S $\frac{1}{2}$ of the NW $\frac{1}{4}$;
 the SW $\frac{1}{4}$ of the NW $\frac{1}{4}$ of the SE $\frac{1}{4}$;
 the W $\frac{1}{2}$ of the SW $\frac{1}{4}$ of the SE $\frac{1}{4}$, EXCEPTING THEREFROM
 the following:

Beginning at a point that bears North 1987.65 feet
 and South 86°55'40" East 84.47 feet from the
 Southwest corner of Section 12, Township 39 South,
 Range 19 East of the Willamette Meridian;
 thence South 86°55'40" East 224.63 feet;
 thence North 03°03'24" West 192.20 feet;
 thence North 88°22'08" West 263.10 feet;
 thence South 02°00'08" West 65.43 feet;
 thence South 22°46'36" East 132.30 feet to the
 point of beginning.

Parcel No. 3:

Beginning at a point that bears North 1987.65 feet and South
 86°55'40" East 84.47 feet from the Southwest corner of Section
 12, Township 39 South, Range 19 East of the Willamette Meridian;
 thence South 86°55'40" East 224.63 feet;
 thence North 03°03'24" West 192.20 feet;
 thence North 88°22'08" West 263.10 feet;
 thence South 02°00'08" West 65.43 feet;
 thence South 22°46'36" East 132.30 feet to the
 point of beginning.

EXHIBIT A

Parcel No. 4:

Township 39 South Range 19 East of the Willamette Meridian,
Section 12: The SW $\frac{1}{4}$ of the NE $\frac{1}{4}$;
the N $\frac{1}{2}$ of the SE $\frac{1}{4}$ of the NE $\frac{1}{4}$;
the SW $\frac{1}{4}$ of the SE $\frac{1}{4}$ of the NE $\frac{1}{4}$;
the W $\frac{1}{2}$ of the NE $\frac{1}{4}$ of the SE $\frac{1}{4}$;
the E $\frac{1}{2}$ of the NW $\frac{1}{4}$ of the SE $\frac{1}{4}$;
the NW $\frac{1}{4}$ of the NW $\frac{1}{4}$ of the SE $\frac{1}{4}$;
the E $\frac{1}{2}$ of the SW $\frac{1}{4}$ of the SE $\frac{1}{4}$;
the NW $\frac{1}{4}$ of the SE $\frac{1}{4}$ of the SE $\frac{1}{4}$;
the S $\frac{1}{2}$ of the SE $\frac{1}{4}$ of the SE $\frac{1}{4}$, EXCEPTING THEREFROM
that portion heretofore conveyed to Lake County,
Oregon, in deed recorded in Book 80 at Page 517,
Deed Records.

Parcel No. 5:

Township 39 South, Range 20 East of the Willamette Meridian,
Section 18: The NW $\frac{1}{4}$;
the NW $\frac{1}{4}$ of the SE $\frac{1}{4}$, EXCEPTING THEREFROM that
portion heretofore conveyed to the State of
Oregon, by and through its State Highway
Commission, in deed recorded in Book 80 at Page
234, Deed Records.