

RECORDATION REQUESTED BY:

Klamath First Federal Savings & Loan Association
Main Office and Branch
540 Main Street
Klamath Falls, OR 97601

Vol M02 Page 65185

WHEN RECORDED MAIL TO:

Klamath First Federal Savings & Loan Association
Main Office and Branch
540 Main Street
Klamath Falls, OR 97601

State of Oregon, County of Klamath

Recorded 11/12/2002 11:00 a m.

Vol M02, Pg 65185-86

Linda Smith, County Clerk

Fee \$ 26.00 # of Pgs 2

SEND TAX NOTICES TO:

GLENRIDGE PLACE
5761 GLENRIDGE WAY
KLAMATH FALLS, OR 97603

mtc 1396-4437

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST dated October 25, 2002, is made and executed between GLENRIDGE PLACE, A PARTNERSHIP, CONSISTING OF GARY L. STEWART, LISA M. STEWART, MELVIN L. STEWART, MARY LOU STEWART, MATT A. STEWART AND DARCY K. STEWART ("Grantor") and Klamath First Federal Savings & Loan Association, Main Office and Branch, 540 Main Street, Klamath Falls, OR 97601 ("Lender").

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated December 21, 1993 (the "Deed of Trust") which has been recorded in KLAMATH County, State of Oregon, as follows:

Recorded on December 21, 1993 in Volume M93, Page 34075 in Klamath County, Oregon.

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

LOT 10, BLOCK 26, HOT SPRINGS ADDITION TO THE CITY OF KLAMATH FALLS, IN THE COUNTY OF KLAMATH, STATE OF OREGON

The Real Property or its address is commonly known as 621 & 625 ALAMEDA AVENUE, KLAMATH FALLS, OR 97601. The Real Property tax identification number is 3809-28CB-6900

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

Modify payment structure; Extend maturity date to December 15, 2003.

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 OCTOBER 25, 2002.

GRANTOR:

GLENRIDGE PLACE

By: Melvin Stewart
MELVIN STEWART, GENERAL PARTNER of
GLENRIDGE PLACE

By: Matthew Stewart
MATTHEW STEWART, GENERAL PARTNER of
GLENRIDGE PLACE

By: Gary Stewart
GARY STEWART, GENERAL PARTNER of
GLENRIDGE PLACE

By: Mary Lou Stewart
MARY LOU STEWART, GENERAL PARTNER of
GLENRIDGE PLACE

By: Darcy Stewart
DARCY STEWART, GENERAL PARTNER of
GLENRIDGE PLACE

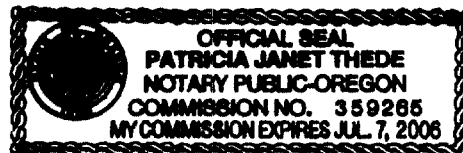
By: Lisa Stewart
LISA STEWART, GENERAL PARTNER of
GLENRIDGE PLACE

LENDER:

X [Signature]
Authorized Officer

PARTNERSHIP ACKNOWLEDGMENT

STATE OF Oregon)
) SS
COUNTY OF Klamath)



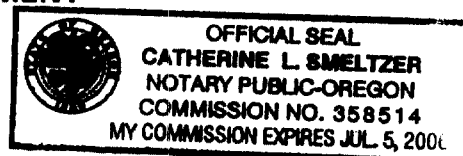
On this 1st day of November, 20 02, before me, the undersigned Notary Public, personally appeared MELVIN STEWART; MARY LOU STEWART; MATTHEW STEWART; DARCY STEWART; GARY STEWART; and LISA STEWART of GLENRIDGE PLACE, and known to me to be partners or designated agents of the partnership that executed the Modification of Deed of Trust and acknowledged the Modification to be the free and voluntary act and deed of the partnership, by authority of statute or its Partnership Agreement, 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 partnership.

By Patricia Janet Thede
Notary Public in and for the State of Oregon

Residing at 2300 Madison St. Klamath Falls, OR
My commission expires 7-7-06

LENDER ACKNOWLEDGMENT

STATE OF Oregon)
) SS
COUNTY OF Klamath)



On this 5th day of November, 20 02, 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 Catherine L. Smeltzer
Notary Public in and for the State of Oregon

Residing at Klamath Falls, OR
My commission expires July 5, 2006