

05 MAY 24 PM 3:24

RECORDATION REQUESTED BY:

Sterling Savings Bank
Klamath Falls Business Banking
540 Main St
Klamath Falls, OR 97601

Vol M05 Page 38072

State of Oregon, County of Klamath
Recorded 05/24/05 3:24 p m
Vol M05 Pg 38072-73
Linda Smith, County Clerk
Fee \$ 36.00 # of Pgs 4

WHEN RECORDED MAIL TO:

Sterling Savings Bank
Loan Support
PO Box 2131
Spokane, WA 99210

SEND TAX NOTICES TO:

DANIEL J. MOREHOUSE
VALERIE B. MOREHOUSE
5241 SHASTA WAY
KLAMATH FALLS, OR 97603

aspent61341ms
SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST dated May 19, 2005, is made and executed between DANIEL J. MOREHOUSE and VALERIE B. MOREHOUSE, 5241 SHASTA WAY, KLAMATH FALLS, OR 97603 ("Grantor") and Sterling Savings Bank, Klamath Falls Business Banking, 540 Main St, Klamath Falls, OR 97601 ("Lender").

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated January 31, 2005 (the "Deed of Trust") which has been recorded in KLAMATH County, State of Oregon, as follows:

RECORDED ON FEBRUARY 2, 2005 UNDER KLAMATH COUNTY AUDITOR'S FILING NO. BOOK M-05, PAGE 7542.

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

See the exhibit or other description document which is attached to this Modification and made a part of this Modification as if fully set forth herein.

The Real Property or its address is commonly known as 2210 & 2212 MODOC ST, KLAMATH FALLS, OR 97601 and 62 PINE ST, KLAMATH FALLS, OR 97601 and 2720 SUMMER LN, KLAMATH FALLS, OR 97603 and 339 MCKINLEY ST, KLAMATH FALLS, OR 97601 and 2007 WANTLAND AVE, KLAMATH FALLS, OR 97601 and 2331 VINE ST, KLAMATH FALLS, OR 97601 and 1857 IVORY ST, KLAMATH FALLS, OR 97603 and 4246 BRISTOL AVE, KLAMATH FALLS, OR 97603 and 318 & 320 COOK, KLAMATH FALLS, OR 97601 and 4262 CLINTON AVE, KLAMATH FALLS, OR 97603 and 1027 LAUREL ST, KLAMATH FALLS, OR 97601 and 1629 CRESCENT AVE, KLAMATH FALLS, OR 97601 and 1810 WIARD ST, KLAMATH FALLS, OR 97603 and ~~2538 HOPE ST, KLAMATH FALLS, OR 97603~~. The Real Property tax identification number is R-3809-029BB-04500-000; R-3809-032BD-07200-000; R-3909-003DD-00100-000; R-3809-032BA-09100-000; R-3809-033DB-13100-000; R-3809-033AD-13500-000; R-3909-002BA-02500-000; R-3909-011CB-07800-000; R-3809-029CC-03700-000; R-3909-011CB-04800-000; R-3909-005BD-01100-000; R-3809-029AD-08900-000; R-3909-002BA-00700-000; ~~R-3909-002BA-07500-000~~

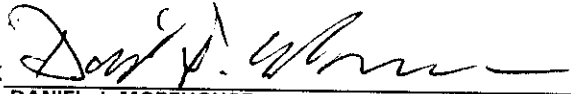
MODIFICATION. Lender and Grantor hereby modify the Deed of Trust as follows:

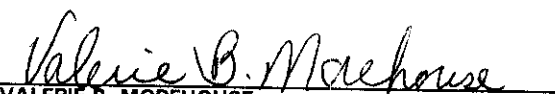
TERMS OF THE NOTE ARE HEREBY AMENDED AS FOLLOWS: NOTE DATED MAY 19, 2005 IN THE PRINCIPAL AMOUNT OF \$185,000.00 WITH A MATURITY DATE OF APRIL 15, 2016.

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 19, 2005.

GRANTOR:

x 
DANIEL J. MOREHOUSE

x 
VALERIE B. MOREHOUSE

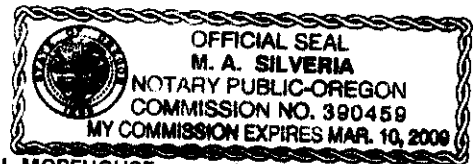
LENDER:

STERLING SAVINGS BANK

x 
Authorized Officer

306x

INDIVIDUAL ACKNOWLEDGMENT

STATE OF OregonCOUNTY OF Klamath)
) SS
)

On this day before me, the undersigned Notary Public, personally appeared **DANIEL J. MOREHOUSE**, to me known to be the individual described in and who executed the Modification of Deed of Trust, and acknowledged that he or she signed the Modification as his or her free and voluntary act and deed, for the uses and purposes therein mentioned.

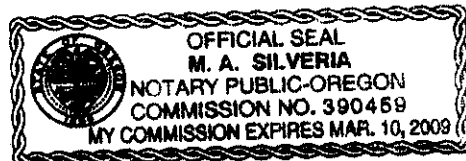
Given under my hand and official seal this 20th day of May, 20 05.

By M. A. Silveria

Residing at _____

Notary Public in and for the State of OregonMy commission expires 3/10/09

INDIVIDUAL ACKNOWLEDGMENT

STATE OF OregonCOUNTY OF Klamath)
) SS
)

On this day before me, the undersigned Notary Public, personally appeared **VALERIE B. MOREHOUSE**, to me known to be the individual described in and who executed the Modification of Deed of Trust, and acknowledged that he or she signed the Modification as his or her free and voluntary act and deed, for the uses and purposes therein mentioned.

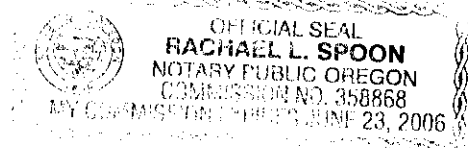
Given under my hand and official seal this 20th day of May, 20 05.

By M. A. Silveria

Residing at _____

Notary Public in and for the State of OregonMy commission expires 3/10/09

LENDER ACKNOWLEDGMENT

STATE OF OregonCOUNTY OF Klamath)
) SS
)

On this 20th day of May, 20 05, before me, the undersigned Notary Public, personally appeared Bethane Nelson and known to me to be the Business Banking Office, 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 Rachael SpoonResiding at 540 Main StNotary Public in and for the State of OregonMy commission expires 6-23-06

Exhibit A

PARCEL A

Lot 8, Block 12, NORTH KLAMATH FALLS ADDITION TO THE CITY OF KLAMATH FALLS, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

PARCEL B

Beginning on the Western line of Lot 3, Block 22, ORIGINAL TOWN OF KLAMATH FALLS, OREGON, at a point thereon 48 feet Northerly from the Southwest corner of said Lot 3; thence Northerly along the said Westerly line of Lot 3 to Pine Street; thence Easterly along the Southerly line of Pine Street to the center line of Center Street (vacated); thence Southerly along said center line to an intersection with a line running parallel with Main Street from the point of beginning; thence Westerly along said line parallel with Main Street to the point of beginning, Klamath County, Oregon.

PARCEL C

All that portion of Tract No. 7, TOWNSEND TRACTS, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon, Lying South of the irrigation ditch as now constructed East and West across said tract, being a parcel of land approximately 50 feet in width and 270.3 feet in length, LESS the Westerly 133 feet.

PARCEL D

Lot 10, Block 24, FIRST ADDITON TO THE CITY OF KLAMATH FALLS, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

PARCEL E

The East 16.4 feet of Lot 9 and the West 15 feet 6 inches of Lot 10, Block 200, MILLS SECOND ADDITION TO THE CITY OF KLAMATH FALLS, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

PARCEL F

The West 20 feet of Lot 467 and the East 20 feet of Lot 468, Block 121, MILLS ADDITION TO THE CITY OF KLAMATH FALLS, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

PARCEL G

The North 40 feet of Tract No. 43, PLEASANT HOMES TRACTS, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

PARCEL H

The East 2 feet of Lot 19 and the West 68 feet of Lot 20, SUNRISE PARK, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

PARCEL I

That portion of Lots 1 and 2, Block 96, BUENA VISTA ADDITION TO THE CITY OF KLAMATH FALLS, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon, more particularly described as follows:

Beginning at the Northeasterly corner of said Lot 1; thence Southwesterly along the North line of said Lot 1, 67.78 feet to a point; thence leaving said North line South $29^{\circ} 12' 30''$ East a distance of 124.44 feet, more or less, to a point on the Southerly line of said Lot 2; thence Northeasterly along the South line of said Lot 2 to the Southeast corner of said Lot 2; thence Northwesterly along the East line of said Lots 1 and 2 to the point of beginning.

PARCEL J

Lot 6, Block 2, REPLAT OFF BUREKER PLACE, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

PARCEL K

That portion of the SE 1/4 of the NW 1/4 of Section 5, Township 39 South, Range 9 East of the Willamette Meridian, in the County of Klamath, State of Oregon, more particularly described as follows:

Commencing at a point of 1564 feet East and 180 feet South of the Southwest corner of the NW 1/4 of the NW 1/4 of said Section 5; thence South 50 feet to a point; thence East 160 feet to a point; thence North 50 feet to a point; thence West 160 feet to a point, the place of beginning; also commencing at a point 1564 feet East and 150 feet

ALSO commencing at a point 1564 feet East and 150 feet South of the Southwest corner of the NW 1/4 NW 1/4 of Section 5, Township 39 South, Range 9 East of the Willamette Meridian; thence East 160 feet; thence South 30 feet; thence West 160 feet; thence North 30 feet to the place of beginning.

PARCEL L

The Southerly 50 feet of Lots 5 and 6, Block 19, HOT SPRINGS ADDITION TO THE CITY OF KLAMATH FALLS, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

PARCEL M

Lot 25, PLEASANT HOME TRACTS, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.