

05 JUN 14 PM 12:00

WTE SD COS2705

RECORDED BY WESTERN TITLE AND
ESCROW COMPANY OF LANE COUNTY
AS AN ACCOMMODATION ONLY. NO
LIABILITY ACCEPTED FOR CONDITION
OF TITLE OR VALIDITY, SUFFICIENCY,
OR EFFECT OF DOCUMENT.

Vol M05 Page 44438

RECORDATION REQUESTED BY:

Pacific Continental Bank
P.O. Box 10727
Eugene, OR 97440-2727

State of Oregon, County of Klamath
Recorded 06/14/05 12:00 p m
Vol M05 Pg 44438-39
Linda Smith, County Clerk
Fee \$ 26.00 # of Pgs 2

WHEN RECORDED MAIL TO:

Pacific Continental Bank
P.O. Box 10727
Eugene, OR 97440-2727

SEND TAX NOTICES TO:

John P. Kiefer II
Corinne R. Kiefer
3543 Spring Blvd.
Eugene, OR 97405

pt COS-117

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST dated May 16, 2005, is made and executed between between John P. Kiefer II and Corinne R. Kiefer, husband and wife, whose address is 3543 Spring Blvd., Eugene, OR 97405 ("Grantor") and Pacific Continental Bank, whose address is P.O. Box 10727, Eugene, OR 97440-2727 ("Lender").

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated July 10, 2003 (the "Deed of Trust") which has been recorded in Klamath County, State of Oregon, as follows:

Recorded on July 15, 2003 as Volume #M03 Page #49178, in Official Records of Klamath County, State of Oregon.

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

Lot 7, Block 5, CRES-DEL ACRES, SECOND ADDITION, according to the official plat thereof on file in the office of the County Clerk, Klamath County, Oregon.

The Real Property or its address is commonly known as 141938 Spruce Drive, Crescent Lake, OR 97425. The Real Property tax identification number is 145925

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

DEFINITIONS: The following word(s) shall have the following meaning(s) when used in this Deed of Trust.

NOTE: The word "Note" now means the demand Promissory Note dated May 16, 2005, executed by John P. Kiefer II and Kiefer Reinsurance Company, Ltd., in the original principal amount of \$100,000.00, which supports Lender's Letter of Credit No. 1180, together with all renewals, extensions, modifications, refinancings, consolidations and substitutions for the note or credit agreement.

Extend the Maturity date from July 10, 2005 to July 10, 2006.

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 endorser 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 16, 2005.

GRANTOR:


John P. Kiefer II


Corinne R. Kiefer

LENDER:

PACIFIC CONTINENTAL BANK


x
Authorized Officer

After Recording Return To:

Western Title & Escrow Company of Lane County
497 Oakway Rd. Suite 340, Eugene OR 97401

26 P

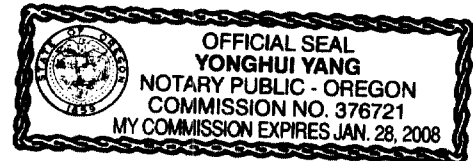
INDIVIDUAL ACKNOWLEDGMENT

STATE OF Oregon
COUNTY OF Lane)
) SS
)

On this day before me, the undersigned Notary Public, personally appeared John P. Kiefer II, 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 19th day of May, 2005
By [Signature] Residing at Eugene, OR
Notary Public in and for the State of Oregon My commission expires 1/17/2006

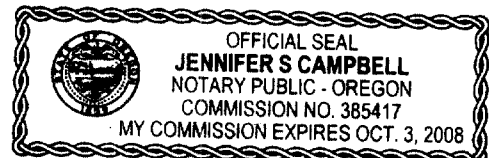
INDIVIDUAL ACKNOWLEDGMENT

STATE OF Oregon
COUNTY OF Lane)
) SS
)

On this day before me, the undersigned Notary Public, personally appeared Corinne R. Kiefer, 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 19th day of May, 2005
By Yonghui Yang Residing at Eugene, OR
Notary Public in and for the State of Oregon My commission expires 1/28/08

LENDER ACKNOWLEDGMENT

STATE OF Oregon
COUNTY OF Lane)
) SS
)

On this 1st day of June, 2005, before me, the undersigned Notary Public, personally appeared Terry Vilhaver and known to me to be the Commercial 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 Jennifer S Campbell Residing at Eugene, OR
Notary Public in and for the State of Oregon My commission expires October 3, 2008