

RECORDATION REQUESTED BY:

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

WHEN RECORDED MAIL TO:

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

SEND TAX NOTICES TO:

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

2006-022886

Klamath County, Oregon



11/15/2006 03:14:49 PM

Fee: \$26.00

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST



THIS MODIFICATION OF DEED OF TRUST dated September 14, 2006, is made and executed between between SDT Properties, LLC, whose address is 2650 Washburn Way, Klamath Falls, OR 97603 ("Grantor") and South Valley Bank & Trust, whose address is Commercial Branch, P O Box 5210, Klamath Falls, OR 97601 ("Lender").

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated November 29, 2005 (the "Deed of Trust") which has been recorded in Klamath County, State of Oregon, as follows:

Deed of Trust dated November 29, 2005 and recorded December 2, 2005 in M05, Page 70312.

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

Parcel 2 of Minor Land Partition 33-92, situated in Block 1, Lot 2, Parcel 2 of Major Land Partition 23-91 in Tract 1080-Washburn Park, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon, in the SE 1/4 NE 1/4 of Section 9, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon

The Real Property or its address is commonly known as 2650 Washburn Way, Klamath Falls, OR 97603. The Real Property tax identification number is 3909 009AD 00401.

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

Restructure loan and Deed of Trust to show that it is no longer a Line of Credit, but is now a term loan. Maturity date is now May 15, 2026.

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 14, 2006.

GRANTOR:

SDT PROPERTIES, LLC

By: Larry T Stewart
Larry T Stewart, Member of SDT Properties, LLC

By: Todd U Stewart
Todd U Stewart, Member of SDT Properties, LLC

By: Douglas H Todd
Douglas H. Todd, Member of SDT Properties, LLC

By: Bruce L Durant
Bruce L Durant, Member of SDT Properties, LLC

LENDER:

SOUTH VALLEY BANK & TRUST

X [Signature]
Authorized Officer

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MODIFICATION OF DEED OF TRUST
(Continued)

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LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

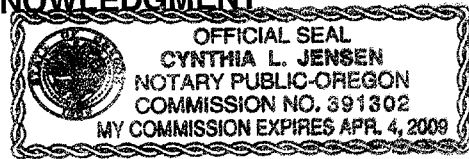
STATE OF Oregon

COUNTY OF Klamath

On this 10th day of November, 2006, before me, the undersigned Notary Public, personally appeared Larry T Stewart, Member; Douglas H. Todd, Member; Todd U Stewart, Member; Bruce L Durant, Member of SDT Properties, LLC, and known to me to be members or designated agents of the limited liability company that executed the Modification of Deed of Trust and acknowledged the Modification to be the free and voluntary act and deed of the limited liability company, by authority of statute, its articles of organization or its operating 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 limited liability company.

By Cynthia L Jensen
Notary Public in and for the State of Oregon

Residing at Klamath Falls
My commission expires April 4, 2009



LENDER ACKNOWLEDGMENT

STATE OF Oregon

COUNTY OF Klamath

On this 10th day of November, 2006, before me, the undersigned Notary Public, personally appeared Kurt Colick 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
Notary Public in and for the State of Oregon

Residing at Klamath Falls
My commission expires April 4, 2009

