

2007-000044

Klamath County, Oregon

RECORDATION REQUESTED BY:

PremierWest Bank
Southern Oregon Loan Production Office
P O Box 40
503 Airport Road
Medford, OR 97501



00012114200700000440030033

01/02/2007 01:49:58 PM

Fee: \$31.00

WHEN RECORDED MAIL TO:

PremierWest Bank
ATTN:Loan Assistant
P O Box 40
Medford, OR 97501

SEND TAX NOTICES TO:

Lakewoods Development, LLC
PO Box 2520
White City, OR 97503

583043031

SPACE ABOVE THIS LINE IS FOR RECORDER'S USE ONLY

ASPEN:6992

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST dated December 20, 2006, is made and executed between Lakewoods Development, LLC ("Grantor") and PremierWest Bank, whose address is Southern Oregon Loan Production Office, P O Box 40, 503 Airport Road, Medford, OR 97501 ("Lender").

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated August 16, 2004 (the "Deed of Trust") which has been recorded in Klamath County, State of Oregon, as follows:

Original Deed of Trust in the principal amount of \$3,920,000.00 recorded in Volume No. M04 Page 55217-24 on August 20, 2004 in the Official Records of Klamath County, State of Oregon, revised by a Modification of Deed of Trust dated September 21, 2006.

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

See Exhibit "A", 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 Lakewoods Subdivision, Tracts 1034, 1051 and 1077, Klamath Falls, OR 97603.

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

It is hereby agreed to extend the maturity date from November 20, 2006 to February 20, 2007.

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 DECEMBER 20, 2006.

GRANTOR:

LAKEWOODS DEVELOPMENT, LLC

By: [Signature]
Dave Hammonds, Member of Lakewoods Development, LLC

By: [Signature]
Noman Mathis, Member of Lakewoods Development, LLC

LENDER:

PREMIERWEST BANK

X [Signature]
Authorized Officer

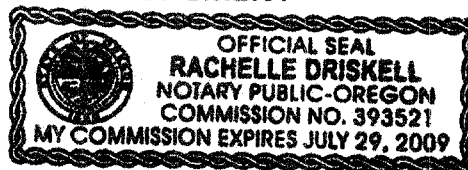
This document is being recorded as an accommodation only. No information contained herein has been verified.
Aspen Title & Escrow, Inc.

LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

STATE OF Oregon

COUNTY OF Jackson

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On this 28 day of December, 2006, before me, the undersigned Notary Public, personally appeared Dave Hammonds, Member; Noman Mathis, Member of Lakewoods Development, 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 Rachelle Driskell
Notary Public in and for the State of Oregon

Residing at White City, Oregon
My commission expires July 29, 2009

#31-A

LENDER ACKNOWLEDGMENT

STATE OF

Oregon

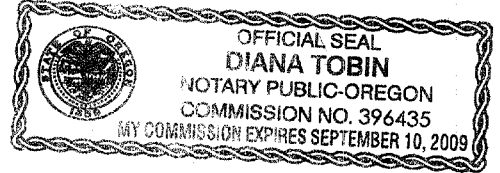
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COUNTY OF

Jackson

) SS

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On this 28th day of December, 20 06, before me, the undersigned Notary Public, personally appeared GENE A. TAYLOR and known to me to be the VP

, 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

[Signature]

Residing at

[Signature]

Notary Public in and for the State of

Oregon

My commission expires

9/10/09

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Exhibit A

Lots 1, 12, 17, 18, 20 and 22, Block 1, and Lots 2, 3, 5, 6, 7, 8, 10, 11, 12, 15, 17, 18, 19, 20, 22, 23 and 24, Block 2, Tract No. 1034, LAKEWOODS UNIT NO. 1, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

Lot 5 and Lots 12, 13, 14, 15, 16, 17, 18, 19, 20, 21 and 22, Block 3 and Lot 5, Block 4, Tract No. 1051, LAKEWOODS UNIT NO. 2, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.

Lots 23, 24 and 25 and Lots 28, 29, 30, 31, 32, 33, 34, 35, 36, 37, 38, 39, 40, 41, 42, 43 and 44, Block 1, and Lots 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11 and 12, Block 5, Tract No. 1077, LAKEWOODS UNIT NO. 3, according to the official plat thereof on file in the office of the Clerk of Klamath County, Oregon.