

2011-004241

Klamath County, Oregon



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03/31/2011 11:04:15 AM

Fee: \$52.00

UTC 1396-10439
After Recording:
South Valley Bank
Attn: Toni
803 Main Street, Suite 401
Klamath Falls, OR 97601

LOAN MODIFICATION AGREEMENT
(Providing for Fixed Interest Rate)

This Loan Modification Agreement ("Agreement"), made this 29 day of March, 2011 between **Deborah Kay Botelho** ("Borrower") and **South Valley Bank & Trust** ("Lender"), amends and supplements (1) the Mortgage, Deed of Trust, or Security Deed (the "Security Instrument"), and Timely Payments Rewards Rider, if any, dated October 13, 2010 and recorded on October 14, 2010 in Book or Liber , at page(s) or Document No. 2010-012122 of the County Records of **Klamath, Oregon** (2) the Note, bearing the same date as, and secured by, the Security Instrument, which covers the real and personal property described in the Security Instrument and defined therein as the "Property", located at

5881 Tingley Ln, Klamath Falls OR 97603

the real property described being set forth as follows:

See attached Exhibit A

In consideration of the mutual promises and agreements exchanged, the parties hereto agree as follows (notwithstanding anything to the contrary contained in the Note and Security Instrument):

1. As of March 29, 2011, the amount payable under the Note and the Security Instrument (the "Unpaid Principal Balance") is U.S. **\$175,000.00** consisting of the amount(s) loaned to Borrower by Lender plus and any interest and other amounts capitalized.
2. Borrower promises to pay the Unpaid Principal Balance, plus interest, to the order of Lender. Interest will be charged on the Unpaid Principal Balance at the yearly rate of **4.875%** from **April 1, 2011**. Borrower promises to make monthly payments of principal and interest of U.S. **\$926.11** beginning on the 1st day of **May, 2011**, and continuing thereafter on the same day of each succeeding month until principal and interest are paid in full. The yearly rate of **4.875%**, will remain in effect until principal and interest is paid in full. If on **April 1, 2041** (the "Maturity Date"), Borrower still owes amounts under the Note and the Security Instrument, as amended by this Agreement, Borrower will pay these amounts in full on the Maturity Date.
3. If all or any part of the Property, or any interest in the Property, is sold or transferred, (or if Borrower is not a natural person and a beneficial interest in Borrower is sold or transferred), without Lender's prior written consent, Lender may require immediate payment in full of all sums secured by this Security Instrument.

AMERITITLE has recorded this instrument by request as an accommodation only, and has not examined it for regularity and sufficiency or as to its effect upon the title to any real property that may be described therein.

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If Lender exercises this option, Lender shall give Borrower notice of acceleration. The notice shall provide a period of not less than 30 days from the date the notice is delivered or mailed within which Borrower must pay all sums secured by the Security Instrument.

If Borrower fails to pay these sums prior to the expiration of this period, Lender may invoke any remedies permitted by the Security Instrument without further notice or demand on Borrower.

4. Borrower also will comply with all other covenants, agreements, and requirements of the Security Instrument, including without limitation, Borrower's covenants and agreements to make all payments of taxes, insurance premiums, assessments, escrow items, impounds, and all other payments that Borrower is obligated to make under the Security Instrument; however, the following terms and provisions are forever canceled, null and void, as of the date specified in paragraph No. 1 above:

- (a) all terms and provisions of the Note and Security Instrument (if any) providing for, implementing, or relating to, any change or adjustment in the rate of interest payable under the Note, including, where applicable, the Timely Payment Rewards rate reduction, as described in paragraph 1 of the Timely Payment Rewards Addendum to Note and paragraph A.1. of the Timely Payment Rewards Rider. By executing this Agreement, Borrower waives any Timely Payment Rewards rate reduction to which Borrower may have otherwise been entitled; and
- (b) all terms and provisions of any adjustable rate rider, or Timely Payment Rewards Rider, where applicable, or other instrument or document that is affixed to, wholly or partially incorporated into, or is part of, the Note or Security Instrument and that contains any such terms and provisions as those referred to in (a) above.

5. Borrower understands and agrees that:

- (a) All the rights and remedies, stipulations, and conditions contained in the Security Instrument relating to default in the making of payments under the Security Instrument shall also apply to default in making of the modified payments hereunder.
- (b) All covenants, agreements, stipulations, and conditions in the Note and Security Instrument shall be and remain in full force and effect, except as herein modified, and none of the Borrower's obligations or liabilities under the Note and Security Instrument shall be diminished or released by any provisions hereof, nor shall this Agreement in any way impair, diminish, or affect any of Lender's rights under or remedies on the Note and Security Instrument, whether such rights or remedies arise thereunder or by operation of law. Also, all rights of recourse to which Lender is presently entitled against any property or any other persons in any way obligated for, or liable on, the Note and Security Instrument are expressly reserved by Lender.
- (c) Borrower has no right of set-off or counterclaim, or any defense to the obligations of the Note or Security Instrument.

- (d) Nothing in this Agreement shall be understood or construed to be a satisfaction or release in whole or in part of the Note and Security Instrument.
- (e) All costs and expenses incurred by Lender in connection with this Agreement, including recording fees, title examination, and attorney's fees, shall be paid by the Borrower and shall be secured by the Security Instrument, unless stipulated otherwise by Lender.
- (f) Borrower agrees to make and execute such other documents or papers, as may be necessary or required to effectuate the terms and conditions of this Agreement which, if approved and accepted by Lender, shall bind and inure to the heirs, executors, administrators, and assigns of the Borrower.
- (g)

South Valley Bank & Trust (Seal)
-Lender

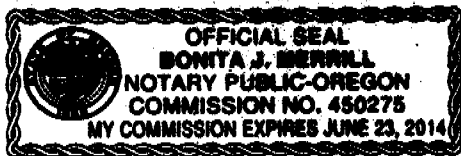
Deborah Kay Botelho
-Deborah Kay Botelho

By: Cortney Felix
Cortney Felix VP/Residential Real Estate Department Manager

_____[Space below This Line for Acknowledgments]_____

State of Oregon
County of Klamath

This instrument was acknowledged before me on **March 29, 2011** (date) by **Deborah Kay Botelho**



(person[s] acknowledging).

Bonita J. Merrill
Notary Public for Oregon

EXHIBIT "A"
LEGAL DESCRIPTION

Parcel 2 of Minor Land Partition 6-87, situated in the SW1/4 SW1/4 of Section 16, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon, being more particularly described as follows:

That portion of the S1/2 SW1/4 of Section 16, Township 39 South, Range 9 East of the Willamette Meridian, lying West of the Klamath Irrigation District Drain 1-G-2-A., EXCEPTING THEREFROM the following:

A tract of land situated in the SW1/4 SW1/4 of Section 16, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows:

Beginning at a point on the centerline of Tingley Lane, from which the Southwest corner of said Section 16 bears South 00°14'53" West 771.23 feet; thence North 00°14'53" East along said centerline 12.05 feet to a point on the Southerly line of the U.S.B.R. A-3j Lateral; thence along said Southerly line, North 41°47'29" East 45.24 feet to a point on the Easterly right of way line of Tingley Lane, North 41°47'29" East 157.30 feet and on the arc of a curve to the right (Radius = 552.96 feet and Central Angle = 09°30'00") 91.68 feet; thence leaving said Southerly line South 74°46'31" East 90.00 feet; thence South 00°14'53" West 203.66 feet; thence North 89°45'07" West 257.47 feet to a point on the Easterly right of way line of Tingley Lane; thence continuing North 89°45'07" West 30.00 feet to the point of beginning, with bearings based on the recorded map of survey of said Minor Land Partition.