

After recording return to:  
South Valley Bank & Trust  
803 Main Street / P.O. Box 5210  
Attn: RE Dept  
Klamath Falls OR 97601

2011-014099  
Klamath County, Oregon



00111728201100140990030033

12/22/2011 03:33:59 PM

Fee: \$47.00

**LOAN MODIFICATION AGREEMENT**  
(Providing for Fixed Interest Rate)

This Loan Modification Agreement ("Agreement"), made this 16 day of ~~November~~ <sup>DECEMBER</sup> 2011 between Ryan K Kaber and Angelique D Kaber ("Borrower") and Oregon Housing and Community Services Department, State of Oregon ("Lender"), amends and supplements (1) the Mortgage, Deed of Trust, or Security Deed (the "Security Instrument"), and Timely Payments Rewards Rider, if any, dated February 22, 2008 and recorded on February 25, 2008 in Book or Liber, at page(s) or Document No. 2008-002340, 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 1500 Crescent Avenue, Klamath Falls OR 97601

the real property described being set forth as follows:

That portion of Lot Six (6) of Block Thirty-Two (32) of Hillside Addition to the city of Klamath Falls, Oregon, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon, more particularly described as follows: Beginning at the Southeast corner of said Lot Six (6), thence Northerly and parallel with Crescent Avenue Fifty (50) feet to the Northeast corner of said Lot Six (6), thence Westerly along the Northerly boundary of said lot Six (6) One Hundred Eighteen (118) feet to a point; thence Southerly and parallel with crescent Avenue Fifty Feet to a point in the South line of said Lot Six (6); thence East along the Southerly boundary of said Lot Six (6) One Hundred Eighteen (118) feet to the point of beginning.

NOTE: This legal description was created prior to January 1, 2008.  
Tax Parcel Number: R304174

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 September 1, 2011, the amount payable under the Note and the Security Instrument (the "Unpaid Principal Balance") is U.S. \$141,082.97 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 5.625% from September 1, 2011. Borrower promises to make monthly payments of principal and interest of U.S. \$821.12 beginning on the 1<sup>st</sup> day of October, 2011, and continuing thereafter on the same day of each succeeding month until principal and interest are paid in full. The yearly rate of 5.625%, will remain in effect until principal and interest is paid in full. If on July 1, 2040 (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 accomodation 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.

47pm

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.

By: *Gay Jurgensen* (Seal)  
Loan Servicing Specialist  
Oregon Housing & Community Services -Lender

*RK* (Seal)  
Ryan K Kaber -Borrower

By: GAY JURGENSEN  
(name and title)

*AK* (Seal)  
Angelique D Kaber -Borrower

\_\_\_\_\_[Space below This Line for Acknowledgments]\_\_\_\_\_

State of Oregon  
County of Klamath

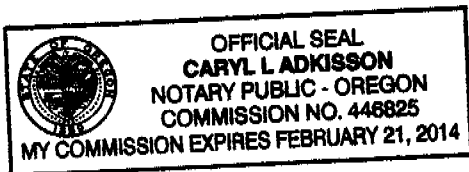
This instrument was acknowledged before me on December 16, 2011 (date) by  
Ryan K Kaber (borrowers)  
(person[s] acknowledging).

*Caryl L Adisson*  
Notary Public for Oregon

State of Oregon  
County of Klamath

This instrument was acknowledged before me on December 16, 2011 (date) by  
Angelique D Kaber (name and title)  
(person[s] acknowledging).

*Caryl L Adisson*  
Notary Public for Oregon



State of Oregon

County of Marion

This instrument was acknowledged before me on December 21, 2011, by Gay Jurgensen, Loan Servicing Specialist for Oregon Housing and Community Services.

*Kathleen Connor*  
Notary Public for Oregon

My commission expires August 14, 2015

