

**AMENDMENT NO. 1
LEMOORE REDEVELOPMENT AGENCY
GUARANTY AGREEMENT
KINGS COUNTY ECONOMIC DEVELOPMENT CORPORATION**

The Lemoore Redevelopment Agency, a public body, corporate and politic ("Guarantor"), and Kings County Economic Development Corporation (the "Lender") enter this Amendment No. 1, effective as of July 1, 2008 (the "Effective Date").

RECITALS:

- A. Pursuant to Guaranty Agreement between the Guarantor and Lender, dated April 1, 2008 (the "Agreement"), the Lender has approved a Loan to Bob Williams Chevrolet to facilitate continued economic activity.
- B. The Lender has requested Section 3, paragraph 1 of the Guaranty Agreement be amended.

Therefore, Agency and Redeveloper agree that Section 3, paragraph 1 of the Guaranty Agreement be amended to read as follows:

AMENDMENT:

“3. The Guaranty. Guarantor hereby provides the following guaranty to Lender: that in the event of a default on the Loan by Borrower, if the Lender elects to initiate foreclosure proceedings, and Lender determines it is necessary to pay off the prior debt against the collateral in the amount of up to \$465,000 in order to secure proceeds sufficient to pay off Lender’s loan, then, upon demand by Lender, Guarantor shall provide to Lender sufficient capital, in an amount up to but not to exceed \$465,000, to facilitate Lender’s redemption of priority debt against the collateral so as to facilitate the sale and foreclosure of the property and the repayment of Lender’s Loan to Borrower.

Following the foreclosure sale of the property, which Lender shall insure shall be in an amount sufficient to pay off Lender’s Loan and the advance made by Guarantor pursuant to this guaranty, Lender will repay to Guarantor the full amount, plus interest, at a rate equal to the interest charged by Lender on the Loan to Borrower, of all of the advance made by Guarantor hereunder.

This guaranty shall be effective only until Kings County Economic Development Corporation shall have received full payment from Borrower of the Loan.”

LENDER: Kings County Economic
Development Corporation

AGENCY: Lemoore Redevelopment Agency

By _____

By _____
Jeff Briltz, Executive Director

All signatures must be notarized

