

Genevieve N. Schadle, as Grantor(s), made, executed and delivered to the State Director of the Farmers Home Administration, United States Department of Agriculture, as Trustee, to secure the performance of certain obligations including the payment of the principal sum of \$49,500.00, in favor of the UNITED STATES OF AMERICA, acting through the Farmers Home Administration, United States Department of Agriculture, as Beneficiary, that certain Trust Deed dated March 1, 1982 and recorded March 1, 1982 under Book M-82, Page 2570 the mortgage records of Klamath County, Oregon, covering the following described real property situated in said county:

See Attached

There is a default by the Grantor(s) owing the obligation, the performance of which is secured by said Trust Deed, with respect to provision therein which authorize sale in the event of default of such provisions in that the Grantor(s) have failed to pay, when due, the following sums thereon:

6 monthly payments at \$554.00 per month	\$ 3,214.00
1983-85 real estate taxes	968.04

Total Delinquency

\$ 4,182.04

which are now past due, owing and delinquent. Grantor's failure just described is the default for which the foreclosure mentioned herein is made.

By reason of said default, the Beneficiary has declared all obligations secured by said Trust Deed immediately due, owing and payable, said sums being the following, to-wit:

Unpaid principal	\$46,047.49
Unpaid interest computed to 8/23/85	2,919.84
Daily accrual \$16.7159	

Notice is hereby given that the undersigned, by reason of said default, has elected and hereby does elect to foreclose said Trust Deed by advertisement and sale pursuant to Oregon Revised Statutes Sections 86.705 to 86.795, and to cause to be sold at public auction to the highest bidder for cash the interest in the said described property which the Grantor(s) had, or had the power to convey, at the time of the execution by them of the Trust Deed, together with any interest the Grantor(s) or their successors in interest acquired after the execution of the Trust Deed, to satisfy the obligations secured by said Trust Deed and the expenses of the sale, including a reasonable charge by the trustee as provided by law, and the reasonable fees of trustee's attorneys.

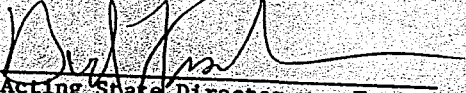
Said sale will be held at the hour of 11:00 o'clock, a.m., as established by Section 187.110 of Oregon Revised Statutes on January 30, 1986, at the following place: Front door of the Klamath County Courthouse, in the City of Klamath Falls, County of Klamath, State of Oregon, which is the hour, date and place fixed by the Trustee for said sale.

Notice is further given that any person named in Section 86.753 of Oregon Revised Statutes has the right to have the foreclosure proceeding dismissed and the Trust Deed reinstated by payment of the entire amount then due, together with costs of mortgage foreclosure report(s), delinquent real estate taxes, and trustee's and attorney's fees, at any time prior to five days before the date set for said sale.

DATED August 26, 1985.

Return to:
Fm HA
2455 Patterson
KFO 97603

UNITED STATES OF AMERICA


Acting State Director, as Trustee
Farmers Home Administration
U.S. Department of Agriculture

SCHEDULE A—Continued

13926

5. The land referred to in this policy is situated in the State of Oregon, County of Klamath and is described as follows:

The North Half of the West 183.75 feet of the West Half of the South Half of the North Half of the Southeast Quarter of the Southwest Quarter, of Section 1, Township 41 South, Range 10 East of the Willamette Meridian, Klamath County, State of Oregon.

EXCEPTING therefrom that portion lying within Third Street, Lincoln Street or the alley as set out in Deed recorded August 14, 1945 in Volume 196, page 433.

ALSO EXCEPTING therefrom a portion of the North Half of the Southeast Quarter of the Southwest Quarter of Section 1, Township 41 South, Range 10 East, Willamette Meridian, described as follows:

BEGINNING at a point which lies North along the Section line 825 feet from the Southwest corner of the Southeast Quarter of the South west Quarter of Section 1, Township 41 South, Range 10 East, W. M., which point is the Southeast corner of that certain parcel of land described in Deed Book 175, page 345, Records of Klamath County, Oregon; thence East 40 feet; which is the True Point of Beginning of the parcel of land herein described and lies on the East boundary line of a dedicated street; thence continuing East along a line parallel to the South line of the said Southeast Quarter of the Southwest Quarter, 135.75 feet to the West line of a dedicated alley, thence North along the West line of said Alley 62.5 feet; thence West, parallel to the South line of said Southeast Quarter of the Southwest Quarter; 135.75 feet, to the East line of the above mentioned Street; thence South along the East line of said Street 62.5 feet, more or less, to the POINT OF BEGINNING.

ACKNOWLEDGMENT

13927

STATE OF OREGON)
) ss:
COUNTY OF MULTNOMAH)

On this 26th day of August, 1985, before me, a Notary Public in and for said county and state, appeared Bud Fischer, known to me to be the Acting State Director, Farmers Home Administration, U.S.D.A., and the person who executed this instrument on behalf of the United States of America and acknowledged to me that the United States of America executed the same.

IN WITNESS WHEREOF, I hereunto set my hand and seal at Portland, Oregon, the day and year aforesaid.

Martha B McMahon
Notary Public in and for the
State of Oregon
My Commission Expires 2-1-86



STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of _____
of August A.D., 19 85 at 3:43 o'clock P M., and duly recorded in Vol. 185
of Mortgages on Page 13925

FEE \$13.00

Evelyn Blahn, County Clerk
By Ellen Smith