

Notice of Default and Election to Sell

A default has occurred under the terms of a trust deed executed by
 DANIEL JAMES EGBERT AND CLAUDEAN S. EGBERT as Grantor,
 to BANK OF MILWAUKIE as Trustee,
 dated June 4 1981, and recorded June 15 1981, in the official
 records of Klamath County, Oregon, in (as) Vol. M81 Page 10623
 with UNITED STATES NATIONAL BANK OF OREGON as the original Beneficiary,
 covering the following described real property:

Lot 4 in Block 3 of FIRST ADDITION TO ANTELOPE MEADOWS, according to the official
 plat thereof on file in the office of the County Clerk of Klamath County, Oregon.
 1977 Conestoga, Serial Number 297747D4021.
 AKA: Star Route 1, Box 1099, LaPine, Or.

Peelle Financial Corporation of Washington, Successor Trustee, hereby gives Notice that:

1. The default for which the Beneficiary hereby declares the obligation secured by said Trust
 Deed immediately due and payable, and for which said Trust Deed authorizes sale of the property, is
 the failure of Grantor or Grantor's successor in interest to:

make monthly payments of \$259.00 each, commencing with the payment due January 1, 1988,
 until March 1, 1988 when the payment increases to \$343.00, and continuing each month
 until this Trust Deed is reinstated or goes to Trustee's Sale, plus a late charge of
 \$5.00 on each installment not paid within 15 days following the due date, and all
 Trustee's fees and other costs and expenses associated with this foreclosure,
 and any further breach of any term or condition in subject Note and Trust Deed.

2. The principal balance and other sums now due and owing are as follows: \$21,933.79
 plus accrued interest at the rate of 9.75% per annum from December 1, 1987 until paid plus
 all accrued late charges, Trustee's fees, foreclosure costs, advances of \$78.80 and
 any further sums advanced by the Beneficiary pursuant to the terms of the Trust Deed.

3. Beneficiary, by reason of this default, hereby elects to foreclose this Trust Deed in the
 manner provided in ORS 86.705 to 86.795, and to cause to be sold at public auction to the highest
 bidder for cash the interest in said described property which Grantor had or had power to convey at
 the time of the execution of the Trust Deed and any interest which the Grantor or his 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 trustee's fee as provided by law, and the reasonable fees
 of Trustee's attorneys.

4. The sale of the property will be at the hour of 11:00 o'clock, (A M)
 standard of time established by ORS 187.110, on NOVEMBER 1, 1988
 at THE FRONT ENTRANCE TO THE KLAMATH COUNTY COURTHOUSE, 316 Main Street
 in the City of Klamath Falls, County of Klamath, in the State of Oregon.

5. The Grantor or any person named in ORS 86.753 has the right at any time prior to five
 days before the date last set for the Trustee's sale to pay to the beneficiary the entire amount then due,
 other than such portion of the principal as would not then be due had no default occurred, together
 with all costs and expenses actually incurred in enforcing the obligation and Trust Deed, and statutory
 trustee's and attorney's fees, and to cure any other default listed above and any other default under the
 obligation or Trust Deed that may have occurred subsequent to the recording date hereon and to
 require that the foreclosure proceeding be dismissed and the Trust Deed reinstated.

Dated this 17th day of June, 1988

STATE OF OREGON

COUNTY OF MULTNOMAH

ss.

Peelle Financial Corporation of Washington

By: Joanne M. Perret

Joanne M. Perret - Foreclosure Officer

On this 17th day of June, 1988, before me personally appeared Joanne M. Perret
 who, being first duly sworn, did say that he/she is the Foreclosure Officer of Peelle Financial
 Corporation of Washington, a Washington Corporation, and that the foregoing instrument was signed
 on behalf of said Corporation by authority of its board of directors, and he/she acknowledged said
 instrument to be its voluntary act and deed.

Notary Public for the State of Oregon; My commission expires: 1-21-92

Peelle Financial Corporation 2525 Southwest First Avenue #170 Portland Or 97201 (503) 228-5950

After Recording Return to:
 Peelle Financial Corporation
 2525 S.W. First Avenue, Suite 170
 Portland, Or 97201

STATE OF OREGON, ss.
 County of Klamath

Filed for record at request of:

Klamath County

on this 21 day of June A.D., 1988
 at 9:20 o'clock A.M. and duly recorded
 in Vol. M88 of Mortgages Page 9524

Evelyn Biehn County Clerk

By Douglas M. Mendenhall

Deputy.

Fee, 8.00

PFC # 10531

OR025 100287 NOD-TRUSTEE

Loan # 338542

20 JUN 21 AM 9 20