

Notice of Default and Election to Sell

A default has occurred under the terms of a trust deed executed by
 to JAMES R. HARDIN AND WINNIE E. HARDIN as Grantor,
 TRANSAMERICA TITLE INSURANCE COMPANY as Trustee,
 dated August 11 1983, and recorded September 1 1983, in the official
 records of Klamath County, Oregon, in (as) Vol. M-83 Page 14832
 with PEOPLES MORTGAGE COMPANY as the original Beneficiary,
 covering the following described real property:

The Northeasterly 15 feet of Lot 9 and the Southwesterly 50 feet of Lot 8, Block 4,
 FIRST ADDITION TO TONATEE HOMES, according to the official plat thereof on file in the
 office of the County Clerk of Klamath County, Oregon.

AKA: 4439 Barry Avenue, Klamath Falls, 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 \$473.00 each, commencing with the payment due October 1, 1987, until March 1, 1988 when the payment decreases to \$472.00, and continuing each month until this Trust Deed is reinstated or goes to Trustee's Sale, plus a late charge of 4% 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: \$36,826.07 plus accrued interest at the rate of 11.875% per annum from September 1, 1987 until paid plus all accrued late charges, Trustee's fees, foreclosure costs, advances of \$140.96 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 15, 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 29th day of June, 1988

STATE OF OREGON

COUNTY OF MULTNOMAH

Peelle Financial Corporation of Washington

ss.

By: Joanne M. Perret

On this 29th 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) 226-5950

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

PFC # 10551
 OR025 100287 NOD-TRUSTEE

Loan # 49902123

STATE OF OREGON,
 County of Klamath ss.

Filed for record at request of:

Klamath County Title

on this 5th day of July A.D., 1988
 at 1:35 o'clock P.M. and duly recorded
 in Vol. M88 of Mortgages Page 10457

Evelyn Biehn County Clerk

By Douglas Mulendore

Deputy.

Fee, \$8.00