

AFTER RECORDING RETURN TO:

George C. Rehn Miller
521 SW Clay, Suite 200
Portland, OR 97201

K-44488

Vol. M92 Page 22269

NOTICE OF DEFAULT AND ELECTION TO SELL

Reference is made to that certain trust deed made by Charles L. Stevenson and Clovis Vera Stevenson,
husband and wife, Mountain Title Co.

in favor of First National Bank of Oregon, nka First Interstate Bank of Oregon, N.A., as grantor, to
dated May 20, 1977, recorded May 23, 1977, as trustee,
Klamath County, Oregon, in book/reel/volume No. M77, 1977, in the mortgage records of
fee/file/instrument/microfilm/reception No. 8867 at page 8867, or as
property situated in said county and state, to-wit:

The South 23 feet of Lot 5 and the North 52 feet of Lot 6 in Block 1 FIRST ADDITION TO TONATEE HOMES, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon. Plus all fixtures and mobile homes, if any, located thereon.

RECORDED AT THE CLERK'S OFFICE OF THE COUNTY OF KLAMATH, OREGON
SEP 25 1992

The undersigned hereby certifies that no assignments of the trust deed by the trustee or by the beneficiary and no appointments of a successor-trustee have been made except as recorded in the mortgage records of the county or counties in which the above described real property is situate; further, that no action has been instituted to recover the debt, or any part thereof, now remaining secured by the said trust deed, or, if such action has been instituted, such action has been dismissed except as permitted by ORS 86.735(4).

There is a default by the grantor or other person owing an obligation, the performance of which is secured by said trust deed, or by their successor in interest, with respect to provisions therein which authorize sale in the event of default of such provision; the default for which foreclosure is made is grantor's failure to pay when due the following sums: Monthly installments of \$344.00 each, commencing with the payment due May 1, 1992 and continuing each month until this trust deed is reinstated or goes to Trustee's sale; plus accrued late charges of \$81.82 as of August 26, 1992 and further late charges of \$13.76 on each delinquent payment thereafter, plus all fees, costs and expenses associated with this foreclosure, all sums expended by the beneficiary to protect the property or its interest therein during the pendency of this proceeding, evidence that taxes are paid as provided by the terms of the Trust Deed, and less the reserve account balance of \$735.38.

By reason of said default, the beneficiary has declared all sums owing on the obligation secured by said trust deed immediately due and payable, said sums being the following, to-wit:

The sum of \$24,183.45 with interest thereon at the rate of 8.00% per annum from April 1, 1992, until paid; plus all sums expended by beneficiary to protect the property or its interest therein during the pendency of this proceeding, evidence that taxes are paid as provided by the terms of the Trust Deed, and less the reserve account balance of \$735.38.

Notice hereby is given that the beneficiary and trustee, by reason of said default, have elected and do hereby elect to foreclose said trust deed by advertisement and sale pursuant to ORS 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 had, or had the power to convey, at the time of the execution by grantor of the trust deed, together with any interest the grantor or grantor's 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 the compensations of the trustee as provided by law, and the reasonable fees of trustee's attorneys.

Said sale will be held at the hour of 1:00 o'clock, P.M., in accord with the standard of time established by ORS 187.110 on January 29, 1993, at the following place: front door -
- County Courthouse in the City of Klamath Falls, County of
Klamath, State of Oregon, which is the hour, date and place last set for said sale.

Other than as shown of record, neither the said beneficiary nor the said trustee has any actual notice of any person having or claiming to have any lien upon or interest in the real property hereinabove described subsequent to the interest of the trustee in the trust deed, or of any successor in interest to the grantor or of any lessee or other person in possession of or occupying the property, except:

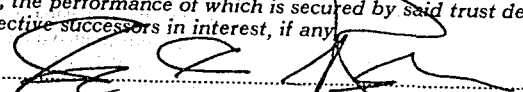
NAME AND LAST KNOWN ADDRESS

NATURE OF RIGHT, LIEN OR INTEREST

Notice is further given that any person named in ORS 86.753 has the right, at any time prior to five days before the date last set for the sale, to have this foreclosure proceeding dismissed and the trust deed reinstated by payment to the beneficiary of the entire amount then due (other than such portion of the principal as would not then be due had no default occurred) and by curing any other default complained of herein that is capable of being cured by tendering the performance required under the obligation or trust deed, and in addition to paying said sums or tendering the performance necessary to cure the default, by paying all costs and expenses actually incurred in enforcing the obligation and trust deed, together with trustee's and attorney's fees not exceeding the amounts provided by said ORS 86.753.

In construing this notice, the singular includes the plural, the word "grantor" includes any successor in interest to the grantor as well as any other person owing an obligation, the performance of which is secured by said trust deed, and the words "trustee" and "beneficiary" include their respective successors in interest, if any.

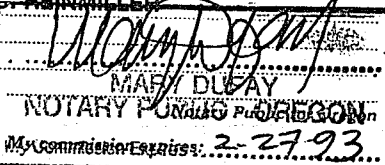
DATED: September 23, 19 92


GEORGE C. REINMILLER Successor-Trustee
 (state which)

(If the signer of the above is a corporation, use the form of acknowledgment opposite and affix corporate seal.)

STATE OF OREGON,
 County of Multnomah } ss.
 This instrument was acknowledged before me on September 23, 19 92, by GEORGE C. REINMILLER

STATE OF OREGON,
 County of _____ } ss.
 This instrument was acknowledged before me on _____, 19____, by _____


 (SEAL) My commission expires: 2-27-93

Notary Public for Oregon
 My commission expires: _____ (SEAL)

NOTICE OF DEFAULT AND ELECTION TO SELL
 (FORM No. 884)
 STEVENS-NESS LAW PUB. CO., PORTLAND, OR.

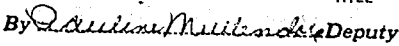
Re: Trust Deed From
Charles L. Stevenson and Clovis Vera Stevenson Grantor
 To **Mountain Title Co.** Trustee

AFTER RECORDING RETURN TO
George C. Reinmiller
521 SW Clay, Suite 200
Portland, OR 97201
7014 222363-4 STEVENSON

SPACE RESERVED
 FOR
 RECORDER'S USE

Fee \$15.00

STATE OF OREGON,
 County of Klamath } ss.
 I certify that the within instrument was received for record on the 25th day of Sept., 19 92 at 1:13 o'clock P.M., and recorded in book/reel/volume No. M92 on page 22269 or as fee/file/instrument/microfilm/reception No. 51349, Record of Mortgages of said County.

Witness my hand and seal of County affixed.
 _____ Evelyn Biehn, county Clerk
 NAME TITLE
 By  Deputy