

NOTICE OF DEFAULT AND ELECTION TO SELL

Pursuant to ORS 86.705-795, the undersigned Trustee and the Beneficiary have elected to foreclose the following described Trust Deed in the manner provided by said statute.

1. The names of the Grantor, Trustee and Beneficiary named in the subject Trust Deed are:

- A. Grantor: Douglas C. Antley and Catherine B. Antley, husband and wife
- B. Trustee: Mountain Title Company of Klamath County
- C. Beneficiary: Oron McCarty, Jr. and Dolores M. McCarty, or the survivor thereof

2. The legal description of the property covered by the subject Trust Deed is:

Lot 17 and 18 in Block 45 of KLAMATH FALLS FOREST ESTATES, HIGHWAY 66 UNIT, PLAT #2, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

3. The Book, page number and the date the subject Trust Deed was recorded in the Mortgage Records of Klamath County, Oregon are:
Book: M93 Page: 34911 Date Recorded: December 28, 1994
 M94 3144 Rerecorded: January 28, 1994

4. The default for which the foreclosure is made is the Grantor's failure to pay monthly installments of \$964.43 per month for the months of January, February, March, April and May, 1994.

5. The sum owing on the obligation secured by the subject Trust Deed is the principal amount of \$62,000.00 plus interest thereon at the rate of 9.00% per annum from December 8, 1993, until paid.

6. The Beneficiary and the Trustee have elected to foreclose the above referenced Trust Deed pursuant to the provisions of Oregon Revised Statutes 86.705 to 86.795.

7. The Trustee will conduct a sale of the above described property at 10:00 a.m. on the 7th of October, 1994, at the front steps of 635 Main Street, Klamath Falls, Oregon.

8. Pursuant to ORS 86.753, the Grantor, the Grantor's successor in interest to all or any part of the above described property, any beneficiary under a subordinate Trust Deed, or any person having a subordinate lien or encumbrance of record on the property, may cure the default or defaults at any time prior to five days before the above said date of sale by paying the entire amount due at the time of cure under the terms of the obligation, other than such portion as would not then be due had no default occurred. In addition, the

15759

person affecting the cure shall pay all costs and expenses actually incurred in enforcing the obligation and Trust Deed, together with the Trustee's and Attorney's fees specified in the said statute.

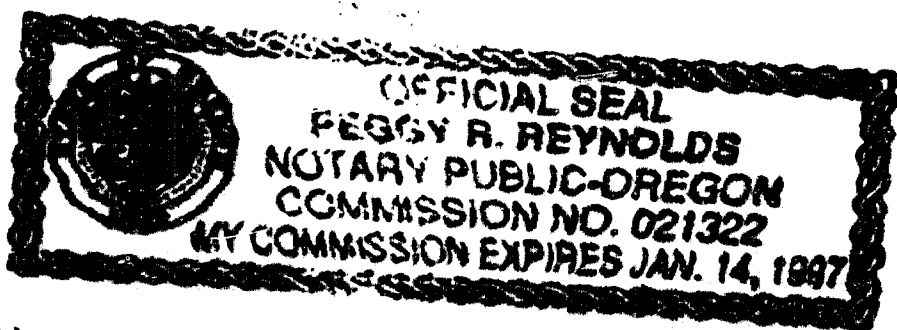
In construing this instrument, the masculine gender includes the feminine and the neuter, the singular includes the plural, the word "grantor" includes any successor in interest to the grantor as well as any other persons owing an obligation, the performance of which is secured by said Trust Deed, the words "trustee" and "beneficiary" include their respective successors in interest, if any.

Dated this 17th day of May, 1994.

William M. Ganong
William M. Ganong

STATE OF OREGON)
) ss
County of Klamath)

Personally appeared this 17th day of May, 1994, the above named William M. Ganong, Successor Trustee, and acknowledged the foregoing instrument to be his voluntary act and deed (SEAL)



Peggy R. Reynolds
Notary Public for Oregon
My commission expires: 1-14-97

After Recording Return to:
William M. Ganong
635 Main Street
Klamath Falls, OR 97601

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Wm. M. Ganong the 19th day
of May A.D., 19 94 at 10:04 o'clock A.M., and duly recorded in Vol. M94
of Mortgages on Page 15758.

FEE \$15.00

Evelyn Biehn, County Clerk
By Dorene Mulholland