

NOTICE OF DEFAULT AND ELECTION TO SELL

Reference is made to that certain trust deed made by CHARLES A. BROWN, as Grantor, to MOUNTAIN TITLE COMPANY OF KLAMATH COUNTY, as Trustee, in favor of ELLEN E. SHUNN as beneficiary, dated November 28, 1988, recorded January 4, 1989, in Volume M89 page 168 of the Mortgage Records of Klamath County, Oregon; the beneficial interest under said Trust Deed was assigned by instrument dated August 18, 1992, recorded August 24, 1992, at Vol. M92, page 19191, Microfilm Records of Klamath County, Oregon, from Ellen E. Shunn to Ellen E. Shunn and Elda L. Salvage, with rights of survivorship, covering the following described real property situated in said county and state, to-wit:

Lot 1, Block 1, RIVERVIEW ADDITION, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

Both the beneficiary and the trustee have elected to sell the said real property to satisfy the obligations secured by said trust deed and a notice of default has been recorded pursuant to Oregon Revised Statutes 86.735(3); the default of which the foreclosure is made is grantor's failure to pay when due the following sums:

Payments in the amount of \$250 due on February 1, 1994, and each and every month thereafter, plus real property taxes for the fiscal year 1991-92, paid by beneficiaries Shunn & Salvage in the amount of \$944.01 plus interest from April 27, 1995; for fiscal year 1992-93 in the amount of \$590.72 plus interest; for the fiscal year 1993-94 in the amount of \$350.13 plus interest; for the fiscal year 1994-95 in the amount of \$296.65, plus interest; Account No. 3909-005CA-03200; Key No. 533211.

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:

\$24,041.02 plus interest in the amount of \$4.0764 per day from June 16, 1995, plus real property taxes for the fiscal year 1991-92, paid by beneficiaries Shunn & Salvage in the amount of \$944.01 plus interest from April 27, 1995; for fiscal year 1992-93 in the amount of \$590.72 plus interest; for the fiscal year 1993-94 in the amount of \$350.13 plus interest; for the fiscal year 1994-95 in the amount of \$296.65, plus interest; Account No. 3909-005CA-03200; Key No. 533211.

WHEREFORE, notice hereby is given that the undersigned trustee will on November 8, 1995, at the hour of 10:00 o'clock, A.M., in accord with the standard of time established by ORS 187.110, at Klamath County Courthouse Annex, front steps, 305 Main Street, in the City of Klamath Falls, County of Klamath, State of Oregon, sell at public auction to the highest bidder for cash the interest in the said described real property which the grantor had or had power to convey at the time of the execution by him of the said trust deed, together with any interest which the grantor or his successors in interest acquired after the execution of said trust deed, to satisfy the foregoing obligations thereby secured and the costs and expenses of sale, including a reasonable charge by the trustee. 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 to 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 of 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 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 person owing an obligation, the performance which is secured by said trust deed, and the words "trustee" and "beneficiary" include their respective successors in interest, if any.

DATED: 6/22/95


Successor Trustee

NOTICE OF DEFAULT
AND ELECTION TO SELL

Rel.
RICHARD FAIRCLOUGH
ATTORNEY AT LAW
280 MAIN STREET
KLAMATH FALLS, OREGON 97601

AFFIDAVIT OF MAILING TRUSTEE'S NOTICE OF SALE

STATE OF OREGON

County of Klamath

] ss.
]

I, RICHARD FAIRCLO, being duly sworn, depose and say and certify that:

At all times hereinafter mentioned I was and am now a resident of the State of Oregon, a competent person over the age of eighteen years and not the beneficiary or his successor of interest named in the attached original notice of sale given under the terms of that certain trust deed described in said notice.

I gave notice of the sale of the real property described in the attached notice of sale by mailing a copy thereof by both first class and certified mail with return receipt requested to each of the following named persons at their respective last known addresses, to-wit:

Charles A. Brown
1716 Riverside Drive
Klamath Falls, Oregon 97601

Bert Teamey, D.D.S.
2343 Gettle
Klamath Falls, Oregon 97603

SAIF Corporation
400 High Street SE
Salem OR 97312-1000

South Valley State Bank
c/o Andrew C. Brandsness
411 Pine Street
Klamath Falls, Oregon 97601

State of Oregon
Support Enforcement Division
Justice Building
Salem, OR 97310

Bruce Huffman
Attorney at Law
513 Washington
Klamath Falls, Oregon 97601

Credit Bureau of Klamath County
839 Main Street
Klamath Falls, Oregon 97601

Said persons include (a) the grantor in the trust deed, (b) any successor in interest to the grantor whose interest appears of record or of whose interest the trustee or the beneficiary has actual notice (c) any person, including the Department of Revenue or any other state agency, having a lien or interest, subsequent to the trust deed if the lien or interest appears of record of the beneficiary has actual notice of the lien or interest, and (d) any person request notice, as required by ORS 86.785.

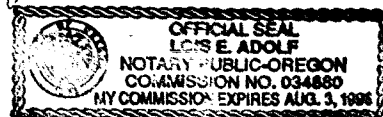
Each of the notices so mailed was certified to be true copy of the original notice of sale by RICHARD FAIRCLO, attorney for the trustee named in said notice; each such copy was contained in a sealed envelope, with postage thereon fully prepaid, and was deposited by me in the United States Post Office at Klamath Falls, Oregon, on June 22, 1995, as mailed with a proper form to request and obtain a return receipt and postage thereon in the amount sufficient to accomplish the same. Each of said notices was mailed after the notice of default and election to sell described in said notice of sale was recorded.

As used herein, the singular includes the plural, trustee includes successor trustee, and person includes corporation and any other legal or commercial entity.

SUBSCRIBED AND SWORN to before me this 22 day of June, 1995

Richard Fairclo
Notary Public of Oregon
My Commission expires:

RICHARD FAIRCLO



STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Richard Fairclo the 22nd day
of June A.D., 19 95 at 3:46 o'clock P M., and duly recorded in Vol. M95
of Mortgages on Page 16460.

FEE \$15.00

Bernetha G. Letsch, County Clerk
By *[Signature]*