

RESCISSION OF NOTICE OF DEFAULT

Reference is made to that certain trust deed dated 2/27/95 in which Darren M. Foster and Nora L. Foster, husband and wife was grantor, First American Title Insurance Company was trustee and Directors Loan Mortgage Corporation was beneficiary and recorded 3/3/95, in M-95 at Page 4751, of the mortgage records of Klamath County, Oregon. The trust deed conveyed to the trustee the following real property situated in said county:

Lot 2 in Block 7, Pleasant View Tracts, according to the official plat thereof on file in the Office of the County Clerk of Klamath County, Oregon.

Commonly Known As: 1864 Etna Street
Klamath Falls, Oregon 97603

A notice of grantor's default under said trust deed, containing the beneficiary's or trustee's election to sell all or part of the above described real property to satisfy grantor's obligations secured by the trust deed was recorded March 28, 1996, in the mortgage records of Klamath County, in M96 at Page 8687; thereafter by reason of the default being cured as permitted by the provisions of 86.753, ORS the default described in the notice of default has been removed, paid and overcome so that the trust deed should be reinstated.

NOW, THEREFORE, notice hereby is given that the undersigned trustee does hereby rescind, cancel and withdraw the notice of default and election to sell; the trust deed and all obligations secured thereby are reinstated and shall be and remain in force and effect the same as if no acceleration had occurred and as if the notice of default had not been given; it being understood, however, that this rescission shall not be construed as waiving or affecting any breach or default—past, present or future—under the trust deed or as impairing any right or remedy thereunder, or as modifying or altering in any respect any of the terms, covenants, conditions or obligations thereof, but is and shall be deemed to be only an election without prejudice, not to cause a sale to be made pursuant to the notice so recorded.

IN WITNESS WHEREOF, the undersigned trustee has executed this document; if the undersigned is a corporation, it has caused its name to be signed and seal affixed by an officer duly authorized thereto by order of its Board of Directors.

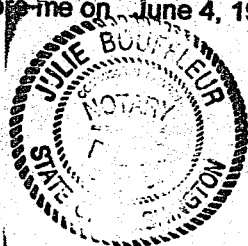
Dated: June 4, 1996

David E. Fennell Trustee

STATE OF WASHINGTON)
COUNTY OF KING)

This instrument was acknowledged before me on June 4, 1996, by David E. Fennell

Julie Buffum
Notary Public for Washington
Residing at *Seattle*
My Commission expires: 3-9-98

**Rescission of Notice of Default**

RE: Trust Deed from

David E.
Fennell

to

Grantor

Trustee

STATE OF OREGON,
County of Klamath ss.

Filed for record at request of:

Klamath County Title

on this 14th day of June A.D., 19 96
at 11:14 o'clock A M. and duly recorded
in Vol. M96 of Mortgages Page 17799
Bernetha G. Leisch County Clerk

By *Shirley M. Leisch*

Fee, \$10.00

Deputy.

After Recording Return to
Routh Crabtree & Fennell
1750 112th Ave NE Ste A-208
Bellevue WA 98004

Attn: Vonnie Nave
RCF Number: 7015.20038/Foster