

RESCISSION OF NOTICE OF DEFAULT

Reference is made to that certain trust deed in which Hester Caldwell, aka Hester Caldwell and Dorthy Caldwell, aka Dorothy Caldwell was grantor, Mountain Title Company was trustee, and Eric H. Spiess and Meladee Dodds, dba M&E Enterprises, was beneficiary, said trust deed was recorded November 17, 1993, book/reel/volume no. M93 at page 30355; and April 2, 1993, book/reel/volume no. M93 at page 6716 of the mortgage records of Klamath County, Oregon.

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 subject real property to satisfy grantor's obligations secured by said trust deed was recorded on July 18, 1996, in said mortgage records, in book/reel/volume no. M96 at page 21489; 21490; thereafter by reason of the default being cured as permitted by the provisions of Section 86.753, Oregon Revised Statutes, the default described in said notice of default has been removed, paid and overcome so that said trust deed should be reinstated.

NOW, THEREFORE, notice hereby is given that the undersigned trustee does hereby rescind, cancel and withdraw said notice of default and election to sell; said trust deed and all obligations secured thereby hereby are reinstated and shall be and remain in force and effect the same as if no acceleration had occurred and as if said notice of default had not been given; it being understood, however, that this rescission shall not be construed as waiving or affecting any breach of default-past, present or future-under said 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 said notice so recorded. ^

IN WITNESS WHEREOF, the undersigned trustee has executed this document.

Dated: July 31, 1996.

William L. Sisemore
William L. Sisemore, Successor Trustee

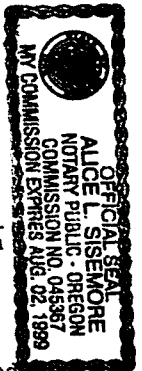
STATE OF OREGON)
) SS
County of Klamath)

This instrument was acknowledged before me on July 31, 1996, by William L. Sisemore.

Alice L. Sisemore
Notary Public for Oregon
My Commission Expires: 8/2/99

After recording, return to:
William L. Sisemore
Attorney at Law
540 Main St., #301
Klamath Falls, OR 97601

STATE OF OREGON)
County of Klamath) SS
I certify that the within instrument was received for record on 12th August 19 96, at o'clock 2:23 M., and recorded in in book/reel/volume no. M96 on page 24714 or as fee/file/instrument/microfilm/reception no. 23025.
Record of Mortgages of said County
Witness my hand and seal of County Affixed.



Bernetha G Letsch, County Clerk
Name Title

BY Cheryl Russell
Deputy

Fee \$10.00

'96 AUG 12 P2:23