

AFTER RECORDING RETURN TO:

Shapiro & Kreisman
522 S.W. Fifth Avenue, #825
Portland, OR 97204

ATC # 04044841

RESCISSION OF NOTICE OF DEFAULT

Reference is made to that certain trust deed in which Barbara Sue Lissone, an unmarried woman was the grantor, Klamath County Title Company was trustee and North American Mortgage Company was the beneficiary, said trust deed was recorded February 25, 1995, in Book No. \Volume M94 at Page 6216 the mortgage records of Klamath County, Oregon and conveyed to the said trustee the following real property:

All of Lot 67 and the Westerly 30 feet of Lot 68, and the S 1/2 of vacated alley adjacent to said property on the North of ROSELAWN, a Subdivision of Block 70, BUENA VISTA ADDITION, according to the official plat thereof on file in the office of the County Clerk 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 above described real property to satisfy grantor's obligations secured by said trust deed was recorded on June 14, 1996, in mortgage records, in Volume No. M96 at Page 17786; thereafter by reason of the default being cured as permitted by the provisions of Section 86.753, Oregon Revised Statue, 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 is hereby 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 or 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.

Kelly D. Sutherland, Successor Trustee

Dated: 9/29/96By: [Signature]

STATE OF OREGON)

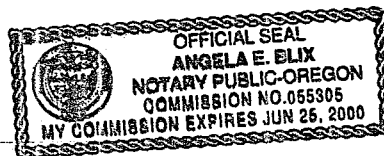
)ss.

COUNTY OF MULTNOMAH)

This instrument was acknowledged before me on September 29, 1996, by Kelly D. Sutherland, Successor Trustee.

Before me:

Angela E. Blix
Notary Public for Oregon
My Commission Expires: 6/25/00



S&K #: 96-12048
Lender Loan #: 055850

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Aspen Title & Escrow the 4th day
of October A.D., 19 96 at 3:38 o'clock P M., and duly recorded in Vol. M96,
of Mortgages on Page 31685

Bernetha G. Letsch County Clerk

By: [Signature]

FEE

\$10.00