

AFTER RECORDING RETURN TO:

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

RESCISSION OF NOTICE OF DEFAULT

ATC # 44557

Reference is made to that certain trust deed in which Lawrence Charles Molina and Darlene Joan Molina, husband and wife was the grantor, Mountain Title Company was trustee and Long Beach Mortgage Company was the beneficiary, said trust deed was recorded January 13, 1995, in Volume M95 at Page 927 the mortgage records of Klamath County, Oregon and conveyed to the said trustee the following real property:

The North 1/2 of the East 1/2 of Government Lot 9 in Section 3, Township 35 South, Rang 7 East of the Willamette Meridian, 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 April 8, 1996, in mortgage records, in Vol. M96 at Page 9737; 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: October 17, 1996

By: 

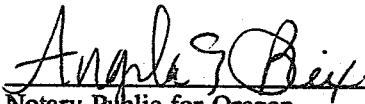
STATE OF OREGON)

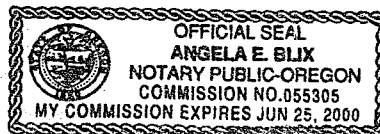
)ss.

COUNTY OF MULTNOMAH)

This instrument was acknowledged before me on October 17, 1996, by Kelly D. Sutherland, Successor Trustee.

Before me:


Notary Public for Oregon
My Commission Expires: 6/25/00



S&K #: 96-11961
Lender Loan #: 1423375

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Aspen Title & Escrow the 23rd day of October A.D., 19 96 at 3:09 o'clock P.M., and duly recorded in Vol. M96 of Mortgages on Page 33570.

FEE \$10.00

Bernetha G. Letsch County Clerk
By 