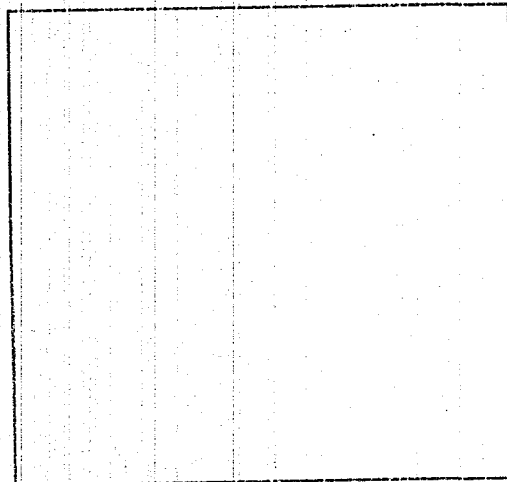


48406

97 NOV 10 P3 02

Vol. M97 Page 37134



After recording return to:  
Melissa G. Tervet  
Preston Gates and Ellis LLP  
5000 Columbia Center  
701 Fifth Avenue  
Seattle, WA 98014-7078

Client/Matter No. 17183-40276 / Doty

*K-51308*  
**RESCISSON OF NOTICE OF DEFAULT**

Reference is made to that certain trust deed in which Delaney Doty, Sr. a married man as grantor, Countrywide Home Loans, Inc. and/or its assigns as beneficiary, said trust deed was recorded 06/19/95, in Volume M96, Page 18281, of the mortgage records of Klamath County, Oregon, and conveyed to the said trustee the following real property situated in said county:

The Southerly 5 feet of Lot 61 and the Northerly 140 feet of Lot 60 in Pleasant Home Tracts, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

Property Address: 1736 Ivory 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 said trust deed was recorded on 09/19/97, in said mortgage records, in Volume M97, Page 30759, 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 has 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 affixing 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.

IN WITNESS WHEREOF, the undersigned trustee has hereunto set his hand and seal; if the undersigned is a corporation, it has caused its corporate name to be signed and its corporate seal to be affixed hereunto by its officers duly authorized thereunto by order of its Board of Directors.

DATED: Nov 7, 1997

Lucy E. Kivel  
Lucy E. Kivel Trustee

STATE OF OREGON,

County of Multnomah

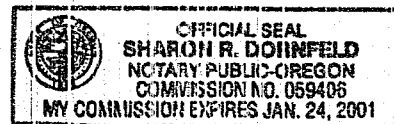
This instrument was acknowledged before me on November 7, 1997, by Lucy E. Kivel, Trustee.

Sharon R. Dornfeld  
Notary Public for Oregon  
My commission expires: January 24, 2001

RESCISSION OF NOTICE  
OF DEFAULT

RE: Trustee Deed from  
DOTY, Delmar Sr. / CFC Loan No. 479996  
Grantor

to  
Lucy E. Kivel / CM #: 17183-40276  
Trustee



STATE OF OREGON: COUNTY OF KLAMATH : ss.

Filed for record at request of KLAMATH TITLE CO the 10TH day  
of NOV, A.D., 19 97 at 3:02 o'clock P M., and duly recorded in Vol. M97  
of MORTGAGES on Page 37134.

Bernetha G. Letsch, County Clerk

FEE \$15.00

By Sharon R. Dornfeld