

MTC, 44433

Return to: Brandsness, Brandsness & Rudd, P.C. 411 Pine Street Klamath Falls, Oregon 97601	Clerk's Stamp:
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TRUSTEE'S NOTICE OF DEFAULT AND ELECTION TO SELL AND OF SALE

Reference is made to the following Trust Deed: Leisure Lodge, Inc., a California corporation, Grantor; Klamath County Title Company, Trustee; and John P. Harwood, Beneficiary, recorded in Official/Microfilm Records, Volume M90, Page 20497, Klamath County, Oregon, covering the following-described real property in Klamath County, Oregon:

Parcel 1. Lot 1, Block 1, Tract 1074, LEISURE WOODS, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

Parcel 2. Lots 2, 3, 4, 5, 6, 7, 8, 9 and 10, Block 1, TRACT 1074, LEISURE WOODS, according to the official plat thereof on file in the office of the County Clerk of Klamath County, Oregon.

No action is pending to recover any part of the debt secured by the trust deed.

The obligation secured by the trust deed is in default because the grantor has failed to pay the following: Failure to pay principal and interest due April 3, 1991.

The sum owing on the obligation secured by the trust deed is: The sum of \$16,500 principal, plus interest thereon at the rate of 15% per annum from October 3, 1990, until paid, plus trustee's fees, attorney's fees, foreclosure costs and any sums advanced by beneficiary pursuant to the terms of said trust deed.

Beneficiary has and does elect to sell the property to satisfy the obligation pursuant to ORS 86.705 to 86.795.

The property will be sold as provided by law on September 18, 1998, at 10 a.m. based on standard of time established by ORS 187.110 at the Offices of Brandsness, Brandsness & Rudd, P.C., 411 Pine Street, Klamath Falls, Oregon.

Interested persons are notified of the right under ORS 86.753 to have this proceeding dismissed and the trust deed reinstated by

15646

payment of the entire amount then due, other than such portion as would not then be due had no default occurred, together with costs, trustee's and attorney's fees, and by curing any other default complained of in this Notice, at any time prior to five days before the date last set for sale.

DATED this 6 day of May, 1998.

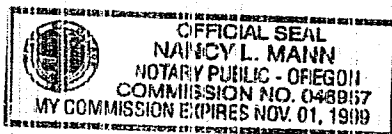
Michael P. Rudd

Michael P. Rudd, Trustee
411 Pine Street
Klamath Falls, OR 97603
(541) 882-6616

STATE OF OREGON)
County of Klamath) ss.

May 6, 1998.

Personally appeared Michael P. Rudd and acknowledged the foregoing instrument to be his voluntary act and deed. Before me:



Nancy L. Mann
Notary Public for Oregon
My Commission expires: 11-1-99

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Amerititle the 8th day
of May A.D., 19 98 at 11:48 o'clock A. M., and duly recorded in Vol. M98
of Mortgages on Page 15645.

FEE \$15.00

By Berneth G. Letsch County Clerk