

AFTER RECORDING RETURN TO:

63644

T. D. SERVICE COMPANY
1750 E. FOURTH ST., STE 800
P.O. BOX 11988

SANTA ANA, CA 92711-1988

98 JUL 30 P1:40

TR #: 0-1025C
Loan #: FC2059 1735040081
Title #: K52337

Vol. m98 Page 27919
RESCISSION OF NOTICE OF DEFAULT

Reference is made to that certain trust deed in which DIANE K. LABUWI

U.S. BANK OF WASHINGTON, NATIONAL ASSOCIATION

UNITED STATES NATIONAL BANK OF OREGON

was grantor,
was trustee and
was

beneficiary, said trust deed was recorded on 5-14-96, in book/reel/volume No. M96
at page -- 13854 or as fee/file/instrument/microfilm/reception No. 17957
(indicate which), of the mortgage of records of KLAMATH County, Oregon, and conveyed to

the said trustee the following real property situated in said county:
LOTS 7 AND 8 IN BLOCK 38 OF HILLSIDE ADDITION TO THE CITY OF KLAMATH FALLS,
ACCORDING TO THE OFFICIAL PLAT THEREOF ON FILE IN THE OFFICE OF THE COUNTY
CLERK OF KLAMATH COUNTY, OREGON

COMMONLY KNOWN AS 2040 DEL MORO STREET, KLAMATH FALLS, OR 97601

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 secured by said trust deed was recorded on 5-6-98, in said mortgage records, in book/reel/volume No. M98 at page 15235 or as fee/file/instrument/microfilm No. (indicate which); 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.

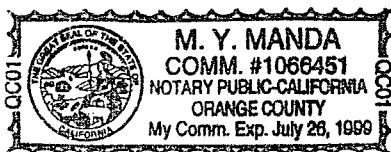
Now therefore, notice is hereby given that the undersigned trustee does hereby rescind, cancel and withdraw said notice of default and election to sell; said trust deed and all obligations secured thereby hereby are reinstated and shall be and remain in force and effect the same as if no acceleration 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 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 by its officers duly authorized thereunto by order of its Board of Directors.

DATED: 7-24-98

David A. Kubat, OSBA #84265

State of CALIFORNIA
County of ORANGE } ss.

This instrument was acknowledged before me on 7-24-98, by David A. Kubat.

M. Y. Manda M. Y. MANDA
Notary Public in and for the State of
Residing at WESTMINSTER
My Commission Expires: 7-26-99

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of David A. Kubat the 30th day
of July A.D., 19 98 at 1:40 o'clock P. M., and duly recorded in Vol. M98
of Mortgages on Page 27919

FEE \$10.00

Bernetha G. Letsch, County Clerk
By Kathleen R. [Signature]