

RESCISSON OF NOTICE OF DEFAULT

Reference is made to that certain trust deed in which BRUCE E. BRINK AND HELEN WOLTER, not as tenants in common, but with full rights of survivorship, was grantor, ASPEN TITLE & ESCROW, INC., was trustee and WILLIAM B. KENNEY and CHERYL M. KENNEY, husband and wife, were beneficiaries, said trust deed was recorded June 1, 1995, in Volume No. M-95 at page 14467, of the mortgage records of Klamath County, Oregon, and conveyed to the said trustee the following real property situated in said county:

Lot 365, Block 122, MILLS ADDITION TO THE CITY OF KLAMATH FALLS, in the County of Klamath, State of Oregon. Code 1 Map 3809-33 AD TL 7600.

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 August 4, 1998, in said mortgage records, in book/reel/volume No. M98 at page 28494; 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 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 hereunder, 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 executed this document; if the undersigned is a corporation, it has caused its name to be signed and seal affixed by an officer duly authorized thereto by order of its Board of Directors.

Dated: August 12, 1998

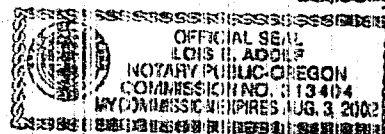
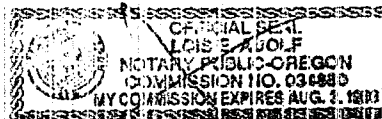
STATE OF OREGON

County of Klamath

The foregoing instrument was acknowledged before me this 12th day of August, 1998, by Richard Fairclo, Successor Trustee.

Notary Public for Oregon
My Commission expires:

After recording return to:
Richard Fairclo
Attorney at Law
280 Main Street
Klamath Falls OR 97601



STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Richard Fairclo the 12th day of Aug A.D., 19 98 at 3:35 o'clock P M., and duly recorded in Vol. M98 of Mortgages on Page 29715.

FEIE \$10.00

By Bernetha G. Letich, County Clerk