

Return to:
Brandsness, Brandsness &
Rudd, P.C.
411 Pine Street
Klamath Falls, Oregon 97601

Clerk's Stamp:

AFFIDAVIT OF MAILING NOTICE OF SALE TO GRANTOR,
SUCCESSOR IN INTEREST TO GRANTOR AND PERSON REQUESTING NOTICE

STATE OF OREGON)
) ss:
County of Klamath)

I, Michael P. Rudd, being first duly sworn, depose, say and certify that:

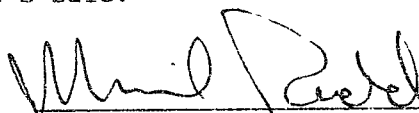
At all times hereinafter mentioned I was and now am a resident of the State of Oregon, a competent person over the age of eighteen years and not the beneficiary or his successor in interest named in the attached original notice of sale given under the terms of that certain trust deed described in said notice.

I gave notice of the sale of the real property described in the attached notice of sale by mailing a copy thereof by registered or certified mail and regular first class mail to each of the following named persons at their respective last known addresses, to-wit:

See Exhibit "A" attached hereto and incorporated herein by reference.

Said persons include the grantor in the trust deed, any successor in interest to the grantor whose interest appears of record or of whose interest the trustee or the beneficiary has actual notice, and any person requesting notice as provided in ORS 86.785.

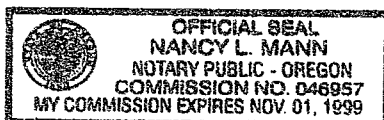
Each such copy was contained in a sealed envelope, with postage thereon fully prepaid, and was deposited by me in the United States post office at Klamath Falls, Oregon, on May 12, 1998. Each of said notices was mailed after the notice of default and election to sell described in said notice of sale was recorded and at least 120 days before the day fixed in said notice by the trustee for the trustee's sale.


Michael P. Rudd

STATE OF OREGON)
) ss.
County of Klamath)

May 14, 1998.

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



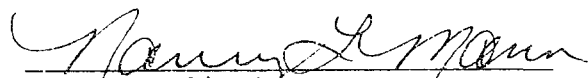

Notary Public for Oregon
My Commission expires: 11-1-99

Exhibit "A"

Leisure Lodge, Inc.
c/o Douglas V. Osborne, Registered Agent
439 Pine Street
Klamath Falls, OR 97601

Leisure Lodge, Inc.
c/o William Ganong
Attorney at Law
514 Walnut Street
Klamath Falls, OR 97601

Tamarack Properties
c/o William Ganong, Registered Agent and Attorney
514 Walnut Street
Klamath Falls, OR 97601

Albert Sukut
7316 Reeder Road
Klamath Falls, OR 97603

Gladys M. Sukut
7316 Reeder Road
Klamath Falls, OR 97603

Credit Services of Oregon, Inc.
Francis E. Huntington, Registered Agent
1229-31 S.E. Stevens
Roseburg, OR 97470

Credit Services of Oregon
P. O. Box 538
Grants Pass, OR 97528

Harold L. Larson
105 Shadow Ranch Lane
Roseburg, OR 97470

Barbara Larson
105 Shadow Ranch Lane
Roseburg, OR 97470

Harold L. Larson
c/o Bradford J. Aspell
Attorney at Law
122 South 5th Street
Klamath Falls, OR 97601

Barbara Larson
c/o Bradford J. Aspell
Attorney at Law
122 South 5th Street
Klamath Falls, OR 97601

Oma Minor
c/o Robert Bluth
Attorney at Law, P.C.
Larson Creek Professional Center
2594 East Barnett Road, Suite F
Medford, OR 97504

**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.

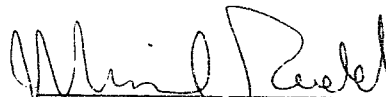
The property will be sold as provided by law on September 18, 1998, at 10 a.m. based on standard of time established by ORS 187.110 at the Offices of Brandsness, Brandsness & Rudd, P.C. 411 Pine Street, Klamath Falls, Oregon.

Interested persons are notified of the right under ORS 86.753 to have this proceeding dismissed and the trust deed reinstated by payment of the entire amount then due, other than such portion as would not then be due had no default occurred, together with costs,

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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, Trustee
411 Pine Street
Klamath Falls, OR 97601
(541) 882-6616

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Amerititle the 31st day
of August A.D., 19 98 at 11:48 o'clock A. M., and duly recorded in Vol. M98
of Mortgages on Page 31944.

FEE \$25.00

By Kathleen Rose Bernetha G. Letsch, County Clerk