

After recording, return to:
William M. Ganong
514 Walnut Avenue
Klamath Falls OR 97601

NOTICE OF DEFAULT AND ELECTION TO SELL

Pursuant to ORS 86.705-795, the undersigned Trustee and the Beneficiary have elected to foreclose the following described Trust Deed in the manner provided by said statute.

1. The names of the Grantor, Trustee and Beneficiary named in the subject Trust Deed are:

- A. Grantor: Paul S. Aragon and Laurie Aragon
- B. Trustee: William M. Ganong (Successor to AmeriTitle)
- C. Beneficiary: Arthur Crisp and Genevieve Crisp

2. The legal description of the property covered by the subject Trust Deed is:

Lot 18, Block 4, Oregon Shores Subdivision Tract 1053,
according to the official plat thereof on file in the
office of the County Clerk of Klamath County, Oregon.

Code 138 Map 3507-6DB-4800

The book, page number, and the date the subject Trust Deed was recorded in the Mortgage Records of Klamath County, Oregon are:

Book: M97 Page: 18399 Date Recorded: June 13, 1997

4. The default for which the foreclosure is made is the Grantor's failure to pay all but one of the monthly payments of \$312, plus interest at the rate of eight percent (8%) per annum from July 18, 1997 until paid and the failure of Grantors to pay real property taxes before they became delinquent and to keep the property insured as required by the Trust Deed.

5. The sum owing on the obligation secured by the subject Trust Deed is the principal amount of \$19,832.32, plus interest at the rate of eight percent (8%) per annum from July 18, 1997 until paid, plus taxes paid by beneficiaries in the sum of \$125.71, and insurance premiums paid by the beneficiaries in the sum of \$419.

6. The Beneficiary and the Trustee have elected to foreclose the above referenced Trust Deed pursuant to the provisions of Oregon Revised Statutes 86.705 to 86.795.

7. The Trustee will conduct a sale of the above described property at 10:00 a.m. on the 22nd day of March, 1999, at the front steps of 514 Walnut Avenue, Klamath Falls, Oregon.

8. Pursuant to ORS 86.753, the Grantor, the Grantor's successor in interest to all or any part of the above described property, any beneficiary under a subordinate Trust Deed, or any person having a subordinate lien or encumbrance of record on the property, may cure the default or defaults at any time prior

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to five days before the above said date of sale by paying the entire amount due at the time of cure under the terms of the obligation, other than such portion as would not then be due had no default occurred. In addition, the person affecting the cure shall pay all costs and expenses actually incurred in enforcing the obligation and Trust Deed, together with the Trustee's and Attorney's fees specified in the said statute.

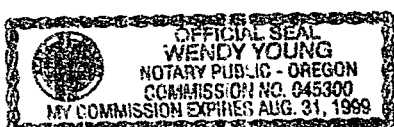
In construing this instrument, the masculine gender includes the feminine and the neuter, the singular includes the plural, the word "grantor" includes any successor in interest to the grantor as well as any other persons owing an obligation, the performance of which is secured by said Trust Deed, the words "trustee" and "beneficiary" include their respective successors in interest, if any.

Dated this 4th day of November, 1998.

William M. Ganong
William M. Ganong

STATE OF OREGON)
) ss
County of Klamath)

Personally appeared this 4th day of November, 1998, the above named William M. Ganong, Trustee, and acknowledged the foregoing instrument to be his voluntary act and deed.



Wendy Young
Notary Public for Oregon
My commission expires: 8-31-99

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of WM Ganong the 13th day
of Nov A.D., 19 98 at 11:49 o'clock A M., and duly recorded in Vol. M98
of Mortgages on Page 41453
By Bernetha G. Letsch, County Clerk
FEE \$15.00