

**NOTICE OF DEFAULT  
AND ELECTION TO SELL**

Vol M00 Page 19320

Re: Trust Deed from  
Park Development Group, L.L.C.  
6909 S.E. 40th Avenue  
Portland, OR 97202

*Grantor*

To

Carlton D. Warren  
850 N.E. 122nd Avenue  
Portland, OR 97230

*Trustee*

After recording, return to:  
Carlton D. Warren  
850 N.E. 122nd Avenue  
Portland, OR 97230

K55604

Reference is made to the trust deed of Park Development Group, L.L.C. Grantor; to Carlton D. Warren, Trustee; in favor of Mainlander Services Corporation, dated November 2, 1998, recorded November 3, 1998, Klamath County, Oregon, records, in Volume M98, page 40285 on the following real property in Klamath County, Oregon to-wit:

That portion of the NE 1/4 NW 1/4 of Section 7, Township 39 South, Range 9 East of the Willamette Meridian, Klamath County, Oregon, lying Southwesterly of the Lake of the Woods Highway 140 SAVING AND EXCEPTING that portion conveyed to State of Oregon in Deed Volume M68 page 3409, records of Klamath County, Oregon.

which said property is more commonly known as NAA Highway 270, State Highway 140, Klamath Falls, Oregon 97601. Tax Account No. 3909-700-301; Key No. 882271.

All assignments of the trust deed by the Trustee or by the Beneficiary and appointments of a successor trustee have been made recorded in the Records of the said county. No action has been instituted to recover the debt secured by the trust deed except as permitted by ORS 86.735(4).

There is a default by Grantor or other person owing an obligation secured by the trust deed, which authorize sale in the event of default of such provision. The default is: Failure to pay the entire loan on May 2, 2000 in the amount of \$324,946.88 plus one month's accrued interest and the April late fee and an apparent conveyance of a portion of the ownership of the property contrary to the provisions of the Deed of Trust.

The sum owing on the obligation secured by the trust deed is: \$368,056.63 including unpaid interest accrued through May 18, 2000, two months' late fees and a balloon payment late fee plus \$171.50 per day commencing May 18, 2000 until paid plus all lender's costs and advances with respect to the protection of its interest in the Trust Deed and of this foreclosure proceeding.

The Beneficiary and Trustee, by reason of the default hereby declare the whole amount due and elect to foreclose the trust deed by advertisement and sale pursuant to ORS 86.705 to 86.795, and to cause all Grantor's interest in the said property at the time of the Trust Deed and thereafter to be sold at public auction to the highest bidder for cash.

The sale will be at 10:00 o'clock, A.M., as established by ORS 187.110 on October 13, 2000, at the following place: main front door of the offices of First American Title Insurance Company, 422 Main Street, in the City of Klamath Falls, County of Klamath, State of Oregon.

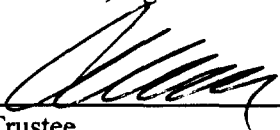
Beneficiary and Trustee have no actual notice of any person having or claiming to have any lien upon or interest in the real property except:

Name & Last Known Address

Nature of Right, Lien or Interest

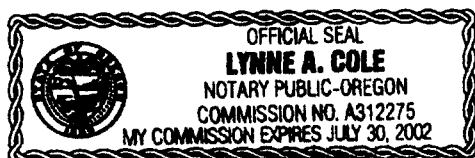
Any person named in ORS 86.753 has the right, at any time prior to five days before the Trustee completes the auction sale, to have this foreclosure proceeding dismissed and the trust deed reinstated by payment to the Beneficiary of the entire amount then due (other than such portion of the principal as would not then be due had no default occurred) and by curing any other default complained of herein that is capable of being cured by tendering the performance necessary to cure and by paying all costs and expenses actually incurred in enforcing the obligation and trust deed, together with trustee's and attorney fees not exceeding the amounts provided by ORS 86.753.

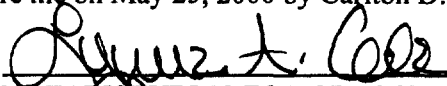
Dated: May 25, 2000.

  
 Carlton D. Warren, Trustee  
 WARREN ALLEN KING O'HARA BENNETT & JEPSEN, LLP  
 850 N.E. 122nd Avenue, Portland, OR 97230  
 (503) 255-8795

STATE OF OREGON )  
 )ss.  
 County of Multnomah )

This instrument was acknowledged before me on May 25, 2000 by Carlton D. Warren.



  
 NOTARY PUBLIC FOR OREGON  
 My Commission Expires: 07/30/02

State of Oregon, County of Klamath  
 Recorded 05/30/00, at 2:49 p.m.  
 In Vol. M00 Page 19320  
 Linda Smith,  
 County Clerk Fee\$ 26<sup>00</sup>