

RECORDED AT THE REQUEST OF  
AND AFTER RECORDING RETURN TO:

H&L Services, Inc., Trustee  
1111 Third Avenue, #3400  
Seattle, WA 98101

PIGEON  
91850-25864

*K55714*  
**RESCISSION OF NOTICE OF DEFAULT**

Reference is made to that certain trust deed in which MARTHA E. PIGEON, A MARRIED WOMAN AS HER SEPARATE ESTATE was/were grantor(s), ASPEN TITLE & ESCROW, was trustee, and WASHINGTON MUTUAL BANK, was beneficiary, the trust deed was recorded September 17, 1996, as Fee No. M96, Page 29424 of the mortgage records of Klamath County, Oregon, and conveyed to the trustee the following real property situated in the above county:

LOT 31, CASITAS, IN THE COUNTY OF KLAMATH, STATE OF OREGON.

commonly known as: 4428 ALTAMONT DRIVE, KLAMATH FALLS, OR 97603.

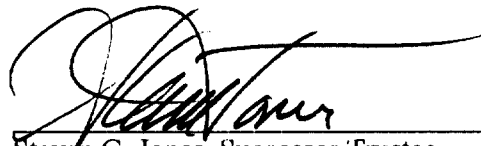
A notice of grantor's default under the Trust Deed, containing the Beneficiary's or Trustee's election to sell all or part of the above described real property to satisfy grantor's obligations secured by the trust deed was recorded on July 27, 2000 in the mortgage records as Volume M00, Page 27530; thereafter by reason of the default being cured as permitted by the provisions of Section 86.753, Oregon Revised Statutes, the default describe in the notice of default has been removed, paid and overcome so that the trust deed should be reinstated.

NOW, THEREFORE, notice is hereby given that the undersigned Trustee does hereby rescind, cancel, and withdraw the notice of default and election to sell; the 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 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 the notice so recorded.

In construing this notice, the singular includes the plural, the word "grantor" includes any successor in interest to the grantor as well as any other person owing the obligation, the performance of which is secured by said trust deed, and the words "trustee" and "beneficiary" include their respective successors in interest, if any.

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.

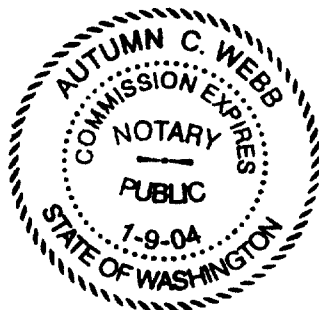
DATED: August 15, 2000.

  
Steven G. Jones, Successor Trustee  
c/o H&L SERVICES, INC.  
1111 THIRD AVENUE, #3400  
Seattle, Washington 98104-7006  
(206) 386-5470

K26-

STATE OF WASHINGTON    )  
  ) ss  
COUNTY OF KING        )

This instrument was acknowledged before me by Steven G. Jones on August 15 2000.



Autumn C. Webb  
Notary Public for Washington.  
Residing at: Kent, WA  
My Commission Expires: 1-9-04

State of Oregon, County of Klamath  
Recorded 08/24/00, at 3:24 P m.  
In Vol. M00 Page 31033  
**Linda Smith,**  
County Clerk   Fee\$ 26<sup>00</sup>