

Affidavit of Publication

STATE OF OREGON, COUNTY OF KLAMATH

I, Larry L. Wells, Business Manager,
being first duly sworn, depose and say
that I am the principal clerk of the
publisher of the Herald and News
a newspaper in general circulation, as
defined by Chapter 193 ORS, printed and
published at Klamath Falls in the
aforesaid county and state; that the

Legal#3327

Notice of Default and Election
to Sell

Stonecrest Homes/Lot 2 Block 68

a printed copy of which is hereto annexed,
was published in the entire issue of said
newspaper for Four

(4) insertion(s) in the following issues:
July 7, 14, 21, 28, 2000

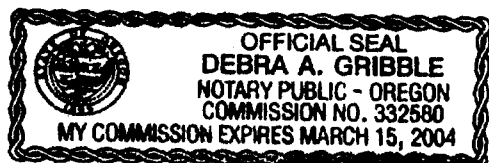
Total Cost: \$486.00

Subscribed and sworn before me this 28th
day of July 2000

Debra A. Gribble

Notary Public of Oregon

My commission expires March 15 20 04



NOTICE OF DEFAULT AND ELECTION TO SELL

KNOW ALL MEN
BY THESE PRES-
ENTS, that STONE-
CREST HOMES, is the
grantor, and ASPEN
TITLE AND ESCROW,
INC., is the trustee, and
GIOVANNI MANGI-
ONE, is the beneficiary
under that certain trust
deed dated April 14,
1997, and recorded on
April 17, 1997, in book/
reel/volume No. M97 at
page 11670 of the Mort-
gage Records of Klamath
County, Oregon. Lot 2, Block 68,
KLAMATH FALLS
FOREST ESTATES,
HIGHWAY 66 UNIT,
PLAT NO. 3, in the

County of Klamath,
State of Oregon.

Both the benefici-
ary and the trustee
have elected to sell the
said real property to
satisfy the obligations
secured by said trust
deed and a Notice of
Default has been
recorded pursuant to
Section 86.753(3) of Or-
egon Revised Statutes.
The Default for which
the foreclosure is made
is grantor's failure to
pay when due the fol-
lowing sums:

Payments in full
due October 17, 1997;
Taxes for the fis-
cal year 1998-1999, delin-
quent in the sum of
\$72.60, plus interest.

Taxes for the fis-
cal year 1999-2000, delin-
quent in the sum of
\$73.87, plus interest.

By reason of said
default, the beneficiary
has declared all sums
owing on the obligation
secured by said trust
deed immediately due
and payable, said sums
being the following, to-
wit: \$6,310.87 as of Fe-
bruary 27, 1999, plus in-
terest.

WHEREFORE,
notice hereby is given
that the undersigned
trustee will on August
28, 2000 at the hour of 10

a.m. Standard time, as
established by Section
187.110, Oregon Revised
Statutes, at 280 Main
Street, in the City of
Klamath Falls, County
of Klamath, State of Or-
egon, sell at public auc-
tion to the highest bid-
der for cash the inter-
est in said described
real property which the
grantors had or had
power to convey at the
time of the execution
by him of said trust
deed, to satisfy the
foregoing obligations
thereby secured and
the costs or their suc-
cessors in interest ac-
quired after the execu-
tion of said trust deed,
to satisfy the foregoing
obligations thereby se-
cured and the costs and

expenses of sale, in-
cluding a reasonable
charge by the trustee.
Notice is further given
that any person named
in section 86.753 of Ore-
gon Revised Statutes
has the right, at any
time prior to five days
before the trustee con-
ducts the sale, to have
this foreclosure pro-
ceeding dismissed and
the trust deed reinstat-
ed by payment to the
beneficiary of the en-
tire amount then due
(other than such por-
tion of the principal as
would not then be due
had no default oc-
curred) and by paying
any other default com-
plained of herein that

is
capable of being cured
by tendering the per-
formance required un-
der the obligation or
trust deed, and in addi-
tion to paying said sums
or tendering the perfor-
mance necessary to
cure the default, by
paying all costs and ex-
penses actually in-
curred in enforcing the
obligation and trust
deed, together with
trustee's and attorney's

fees not exceeding the
amounts provided by
said Section 86.753 of
Oregon Revised
Statutes.

In construing this
notice, the masculine
gender includes the
feminine and the neut-
er, the singular includes
the plural, the word
"grantor" includes any
successor in interest to
the grantor as well as
any other person owing
an obligation, the per-
formance of which is
secured by said trust
deed.

DATED June 29, 2000
Scott D. Mac Arthur
Successor Trustee
#3327 July 7, 14, 21, 28,
2000

AFFIDAVIT OF NON-OCCUPANCY

STATE OF OREGON, County of Klamath) ss.

I, SCOTT D. MacARTHUR, being first duly sworn, depose and certify that:

I am the Successor Trustee under the Trust Deed delivered by Stonecrest Homes, as grantor to Aspen Title and Escrow, Inc., as Trustee to Giovanni Mangione, as Beneficiary, dated April 14, 1997 and recorded April 17, 1997 at Volume M97, page 11670 of the Mortgage Records of Klamath County, Oregon covering the following described property situated in Klamath County, Oregon

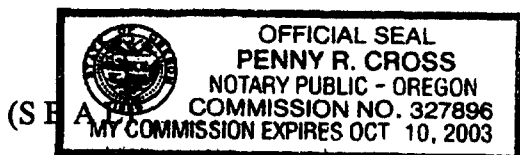
Lot 2, Block 68 of KLAMATH FALLS FOREST ESTATES, HIGHWAY 66 UNIT, PLAT NO. 3, in the County of Klamath, State of Oregon.

I hereby certify that the above described real property was not occupied at the time the Notice of Default and Election to Sell was recorded on April 26, 2000.

As used herein, the singular includes the plural, trustee includes successor trustee, and person includes corporation and any other legal or commercial entity.

Scott D. MacArthur

Subscribed and sworn to before me this 28 day of August, 2000.



Penny R. Cross
Notary Public for Oregon
My Commission Expires: 10/10/2003

CERTIFICATE OF NON-OCCUPANCY STATE OF OREGON, County of Klamath)ss.

I certify that the within instrument received for recording on the _____ day of _____/2000, at _____ o'clock _____.M., and recorded in book/reel/volume No. _____ on page _____ or as fee/file/instrument/microfilm/reception No. _____, Record of Deeds of said County.

Witness my hand and seal of County affixed.

After Recording return to:
Scott D. MacArthur, P.C.
280 Main Street
Klamath Falls, OR 97601

Name _____ Title _____
By _____ Deputy _____

AFFIDAVIT OF MAILING TRUSTEE'S NOTICE OF SALE

AFFIDAVIT OF MAILING TRUSTEE'S NOTICE OF SALE RE: Trust Deed from
 Stonecrest Homes, Grantor
 TO
 Giovanni Mangione, Beneficiary

After recording return to:
 Scott D. MacArthur, P.C.
 280 Main Street
 Klamath Falls, OR 97601

STATE OF OREGON, County of Klamath) ss.

I, Scott D. MacArthur, being first duly sworn, depose, and 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 beneficiary's successor in interest named in the attached original notice of sale given under the terms of that certain 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 both first class and certified mail with return receipt requested to each of the following named persons (or their legal representatives, where so indicated) at their respective last known addresses, to-wit:

Stonecrest Homes
 Lee Van Winkle, President
 7350 Southside Expressway
 Klamath Falls, OR 97603

Default upon Trust Deed

Stonecrest Homes
 Lee Van Winkle, President
 C/O Terrance L. McCauley
 Attorney at Law
 21975 S. Woodland Way
 Estacada, OR 97023

Default upon Trust Deed

State of Oregon
 County of Klamath
 403 Pine Street
 Klamath Falls, OR 97601

Personal Property Tax Warrant 99-1510
 Recorded May 13, 1999 at M-99, Page 18752
 Account No. M57958

Supply One
 C/O Pamela Yee
 Attorney at Law
 18525 SW Vincent Street
 Aloha, OR 97007

Judgment dated September 30, 1999
 Klamath County Case No. 9902929 CV

Jefferson State Redi-Mix, Inc.
C/O Michael Rudd
Attorney at Law
411 Pine Street
Klamath Falls, OR 97601

Judgment dated November 10, 1999
Klamath County Case No. 9902979 CV

Jack & Donna Brown
C/O B.J. Matzen
Attorney at Law
435 Oak Street
Klamath Falls, OR 97601

Pending Proceedings
Klamath County Case No. 9901451 CV


James & Kristi Morris
C/O James Dreyer
Attorney at Law
P.O. Box 4687
Medford, OR 97501

Pending Proceedings
Klamath County Case No. 9904535 CV

Said persons include (a) the grantor in the trust deed, (b) any successor in interest to the grantor whose interest appears of record or of whose interest the trustee or the beneficiary has actual notice, (c) any person, including the Department of Revenue or any other state agency, having a lien or interest subsequent to the trust deed if the lien or interest appears of record or the beneficiary has actual notice of the lien or interest, and (d) any person requesting notice, as required by ORS 86.785.

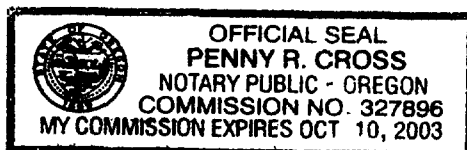
Each of the notices so mailed was certified to be a true copy of the original notice of sale by Scott D. MacArthur, attorney for the trustee named in said notice; each such copy was contained in a sealed envelope, with postage thereon fully prepaid, and was deposited by me in the United States post office at Klamath Falls, Oregon, on April 26, 2000. With respect to each person listed above, one such notice was mailed with postage thereon sufficient for first class delivery to the address indicated, and another such notice was mailed with a proper form to request and obtain a return receipt and postage thereon in the amount sufficient to accomplish the same. Each of said notices was mailed after the notice of default and election to sell described in said notice of sale was recorded.

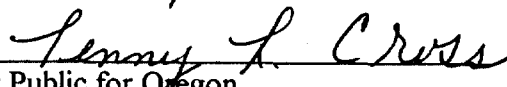
As used herein, the singular includes the plural, trustee includes successor trustee, and person includes corporation and any other legal or commercial entity.



Scott D. MacArthur, Successor Trustee

Subscribed and sworn to before me this 28 day of August, 2000.





Notary Public for Oregon
My commission expires 10/10/2003