

RESCISSION OF NOTICE OF DEFAULT

RESCISSION OF NOTICE OF DEFAULT RE: Trust Deed From
 Rodney A. Wellborn and Catherine J. Wellborn, Grantor
 Scott D. MacArthur, Successor Trustee

Vol M00 Page 37910

After recording return to:

pt Scott D. MacArthur
 Scott D. MacArthur, P.C.
 280 Main Street
 Klamath Falls, OR 97601

Reference is made to that certain trust deed in which Rodney A. Wellborn & Catherine J. Wellborn, was grantor, Amerititle, Inc., was trustee and Mark S. Fryhoff and Lynne Sue Fryhoff is the beneficiary, said trust deed was recorded December 23, 1997, in volume No. M97 at page 41671, of the mortgage records of Klamath County, Oregon, and conveyed to the said trustee the following real property situated in said county:

Lot 29, Block 7, Tract 1019, WINEMA PENINSULA UNIT #2, according to the official plat thereof on file in the Office of the County Clerk of Klamath County, Oregon.

A notice of grantor's default under said 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 said trust deed was recorded on July 20, 2000, in said mortgage records, in volume No. M00 at page 26539 thereafter by reason of the default being cured as permitted by the provisions of Section 86.753, Oregon Revised Statutes, the default described in said notice of default has been removed, paid and overcome so that said trust deed should be reinstated.

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

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 or other person duly authorized

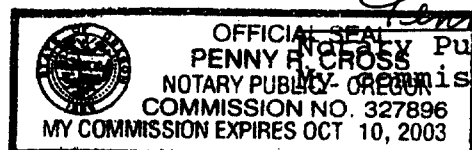
thereto by order of its Board of Directors.

DATED: October 18, 2000.

Scott D. MacArthur
Scott D. MacArthur, Successor Trustee

STATE OF OREGON, County of Klamath)ss.

This instrument was acknowledged before me
on October 18, 2000, by Scott D. MacArthur
This instrument was acknowledged before me on
_____, 2000, by _____ of
as _____ of _____.



Penny R. Cross
OFFICIAL SEAL
Penny R. Cross
NOTARY PUBLIC - OREGON
Commission expires 10/10/2003

STATE OF OREGON, County of _____)ss.

I certify that the within instrument was received for record 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 Mortgages of
said County.

Witness my hand and seal of County affixed.

Name _____ Title _____

By _____, Deputy

State of Oregon, County of Klamath
Recorded 10/18/00, at 8:27 a. m.
In Vol. M00 Page 379/6
Linda Smith,
County Clerk Fee \$ 26⁰⁰