

After recording, return to:

Sabrina P. Loiselle  
Miller Nash LLP  
111 S.W. Fifth Avenue, Suite 3500  
Portland, Oregon 97204-3699

2001 MAR -7 PM 3: 02

### RESCISSION OF NOTICE OF DEFAULT AND ELECTION TO SELL

Reference is made to a certain deed of trust (the "Trust Deed") dated June 15, 1993, by Lyle D. Jones, a single person (the "Grantors"), to William L. Sisemore (the "Trustee"), to secure payment and performance of certain obligations of the Grantor to Klamath First Federal Savings and Loan Association (the "Beneficiary") that was recorded on June 15, 1993, in Volume M93 at Page 13966 in the official real property records of Klamath County, Oregon.

The description of the real property covered by the Trust Deed is as follows:

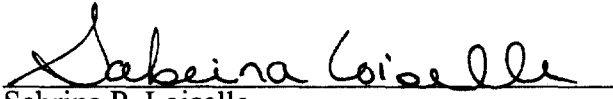
Lot 3, Block 200, MILLS SECOND ADDITION TO THE CITY  
OF KLAMATH FALLS, in the County of Klamath, State of  
Oregon.

A notice of default and election sell which contained the Beneficiary's and Trustee's election to sell the above described real property to satisfy Grantor's obligations secured by the Trust Deed was recorded on October 25, 2000, in Volume M00 at Page 38930 in the official real property records of Klamath County, Oregon. By reason of the default being cured as permitted by the provisions of ORS 86.753, the default described in the notice of default has been removed, paid, and overcome so that the Trust Deed should be reinstated.

Now, therefore, notice is 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 are reinstated and shall be and remain in full force and effect as if no acceleration had occurred and as if the notice of default and election to sell had not been given; it being understood, however, that this rescission shall not be construed as waiving or affecting any breach or default under the 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 of default and election to sell so recorded.

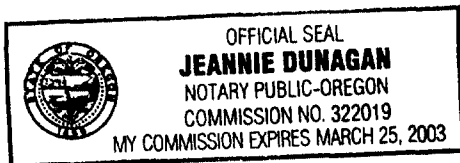
In construing this notice, the singular includes the plural, and the words "trustee" and "beneficiary" include their respective successors in interest, if any.

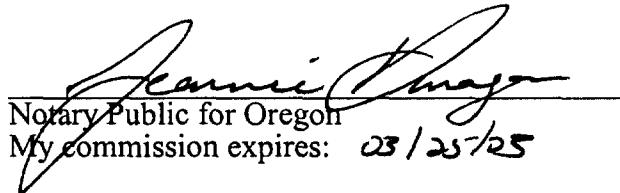
DATED: March 6, 2001.

  
 Sabrina P. Loiselle  
 Successor Trustee

STATE OF OREGON                    )  
   ) SS  
 COUNTY OF MULTNOMAH         )

SUBSCRIBED AND SWORN to before me this 6<sup>th</sup> day of March, 2001.



  
 Notary Public for Oregon  
 My commission expires: 03/25/25

State of Oregon, County of Klamath  
 Recorded 03/07/01, at 3:02 p. m.  
 In Vol. M01 Page 9242  
 Linda Smith,  
 County Clerk    Fee\$ 26<sup>00</sup>