

RECORDED AT THE REQUEST OF
AND AFTER RECORDING RETURN TO:

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

VANDONK
91850-001134
K56730

NOTICE OF DEFAULT AND ELECTION TO SELL

Reference is made to that certain trust deed made by RICHARD F. VANDONK AND KAREN A. VANDONK, HUSBAND AND WIFE, as grantor, to KLAMATH COUNTY TITLE COMPANY, a OREGON CORPORATION, as trustee, in favor of WASHINGTON MUTUAL BANK, a WASHINGTON CORPORATION, as beneficiary, dated October 15, 1997, recorded October 21, 1997, in the mortgage records of Klamath County, Oregon, as Fee No. Volume M97, Page 34539, covering the following described real property situated in the above county and state, to-wit:

SEE APPENDED LEGAL DESCRIPTION

The real property is more commonly known as: 500 SKI HILL LANE, CHEMULT, OR 97731

The undersigned hereby certifies that no assignments of the trust deed by the trustee or by the beneficiary and no appointments of a successor trustee have been made except as recorded in the mortgage records of the county or counties in which the above described real property is situate; further, that no action has been instituted to recover the debt, or any part thereof, now remaining secured by the trust deed, or, if such action has been instituted, such action has been dismissed except as permitted by ORS 86.735(4).

There is a default by the grantor or other person owing an obligation, the performance of which is secured by the trust deed, or by their successor interest, with respect to provisions therein which authorize sale in the event of default of such provision; the default for which foreclosure is made is grantor's failure to pay when due the following sums:

a. Failure to pay the following sums:

MONTHLY PAYMENTS:

4 monthly payments at \$907.53 each; (December 21, 2000 through April 4, 2001.)	\$3,630.12
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LATE CHARGES:

3 late charges of \$45.38 for each monthly payment not made within 15 days of its due date.	136.14
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TOTAL MONTHLY PAYMENTS AND LATE CHARGES:	\$3,766.26
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Plus unpaid real property taxes; plus any reserve account shortage; less any unapplied funds.

b. Estimated delinquent real property taxes due for "1997-2001" (plus interest and penalties) \$2,547.39.

By reason of the default, the beneficiary has declared all sums owing on the obligation secured by the trust deed immediately due and payable, the sums being the following, to-wit:

K41-

\$93,713.67 Principal Balance, plus interest thereon at the rate of 12.00% from November 21, 2000 through April 4, 2001 until paid; plus late charges of \$136.14 through April 4, 2001, plus \$45.38 for every month thereafter the regular monthly payment is more than 15 days late; plus unpaid real property taxes; plus any reserve account shortage; less any unapplied funds; plus all sums expended by beneficiary to protect its interest during the pendency of this proceeding.

Notice hereby is given that the beneficiary and trustee, by reason of the default, have elected and to hereby elect to foreclose the trust deed by advertisement and sale pursuant to ORS 86.705 to 86.795, and to cause to be sold at public auction to the highest bidder for cash the interest in the described property which the grantor had, or had the power to convey, at the time of the execution by grantor of the trust deed, together with any interest the grantor or the grantor's successors in interest acquired after the execution of the trust deed, to satisfy the obligations secured by the trust deed and the expenses of the sale, including the compensations of the trustee as provided by law, and the reasonable fees of trustee's attorneys.

The sale will be held at the hour of 10:00 o'clock, A.M., in accord with the standard of time established by ORS 187.110 on August 17, 2001, at the front entrance of the Klamath County Courthouse, 316 Main Street, in the City of Klamath Falls, State of Oregon, which is the hour, date and place last set for sale.

Other than as shown of record, neither the beneficiary nor the trustee has any actual notice of any person having or claiming to have any lien upon or interest in the real property hereinabove described subsequent to the interest of the trustee in the trust deed, or of any successor in interest to the grantor or of any lessee or other person in possession of or occupying the property, except:

NAME AND LAST KNOWN ADDRESS: NATURE OF RIGHT, LIEN OR INTEREST:

OCCUPANTS

RICHARD F. VANDONK
MRS. RICHARD F. VANDONK
KAREN A. VANDONK
JOHN DOE VANDONK
500 SKI HILL LANE
CHEMULT, OR 97731

VESTED OWNERS

PO BOX 191
CHEMULT, OR 97731

RICHARD F. VANDONK
CASE NO. 99-3286CV AND
00-421CV
PO BOX 191
CHEMULT, OR 97731

LIEN HOLDER

HC 30 BOX 118
CHEMULT, OR 97731

MARK RUNNELS
CASE NO. 99-3286CV
419 MAIN ST.
KLAMATH FALLS, OR 97601

COURTESY COPY

DANIEL MILLER C/O
SCOTT D. MACARTHUR
CASE NO. 00-1004 CV
280 MAIN ST.
KLAMATH FALLS, OR 97601

LIEN HOLDER

WALLACE ELECTRIC
CASE NO. 00-1025CV
4382 VERNON LP. NE
SALEM, OR 97305

LIEN HOLDER

RENA J. VANDONK
CASE NO. 00421CV

LIEN HOLDER

HC 30 BOX 118
CHEMULT, OR 97731

RENA J. VANDONK AND
RICHARD J. VANDONK C/O
BLAIR M. HENDERSON
CASE NO. 00421CV
426 MAIN ST.
KLAMATH FALLS, OR 97601

COURTESY COPY

PROVIDIAN NATIONAL
BANK
CASE NO. 00-1380CV
PO BOX 9053
PLEASANTON, CA 94566

LIEN HOLDER

KENNETH E. ANDERSON
CASE NO. 00-1380CV
1737 NE BROADWAY
PORTLAND, OR 97232

COURTESY COPY

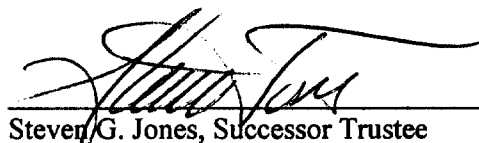
STATE OF OREGON
COUNTY OF KLAMATH
WARRANT NO. 994121500
305 MAIN ST.
KLAMATH FALLS, OR 97601

LIEN HOLDER

Notice is further given that any person named in ORS 86.753 has the right, at any time prior to five days before the date last set for the 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 tending the performance required under the obligation or trust deed, and in addition to paying the above sums or tendering the performance necessary to cure the default, by paying all costs and expenses actually incurred in enforcing the obligation and trust deed, together with trustee's and attorney's fees not exceeding the amounts provided by ORS 86.753.

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 trust deed, and the words "trustee" and "beneficiary" include their respective successors in interest, if any.

DATED: April 4, 2001.

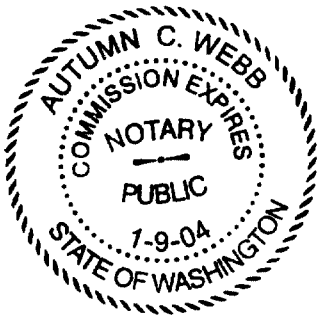


Steven G. Jones, Successor Trustee
c/o H&L SERVICES, INC.
1111 THIRD AVENUE, #3400
Seattle, Washington 98104-7006
(206) 386-5470

STATE OF WASHINGTON)
) ss
COUNTY OF K I N G)

On this 4th day of April, 2001, before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared . Steven G. Jones to me known to be the Successor Trustee. the corporation that executed the foregoing instrument, and acknowledged the said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated that she is authorized to execute the said instrument.

Witness my hand and official seal hereto affixed the day and year first above written.



Autumn C. Webb
Autumn C. Webb
Notary Public for Washington.
My Commission Expires: January ~~19~~ 19, 2004

EXHIBIT "A"
DESCRIPTION OF PROPERTY

The following described real property situate in Klamath County, Oregon.

Beginning at the S.E. Corner of Section 20, T 27S, R. 8E. W.M., said point being marked by a 1982 Brass Cap; thence N 89°47'21" W. along the South line of Section 20, 1315.77 feet to the East 1/16 corner, said point being marked by a 5/8" iron pin; thence N 0°07'59" E. 2643.75' to the C.E. 1/16 corner; said point being marked by a 5/8" iron pin; thence S 89°46'16" E. along the East-West centerline of Section 20, 726.62' to a point marked by a 5/8" iron pin; thence South 749.36' to a point marked by a 5/8" iron pin; thence East 583.00' to a point on the East line of Section 20, said point being marked by a 5/8" iron pin; thence South, along the East line of Section 20, 144.62' to a point marked by a 5/8" iron pin; thence N 56°56'20" W. 155.11' to a point marked by a 5/8" iron pin; thence West 453.00' to a point marked by a 5/8" iron pin; thence South 1130.32' to a point marked by a 5/8" iron pin; thence East, 583.00' to a point on the East line of Section 20, said point being marked by a 5/8" iron pin; thence South, along the East line of Section 20, 706.00' to the point of beginning, all in Klamath County, Oregon.

THE PROPERTY INCLUDES A 1996 26 x 44 MOBILE HOME, MANUFACTURER FUQUA, MODEL DESERT CLASSIC, SERIAL NUMBER 14239. THE MOBILE HOME SHALL BE PERMANENTLY AFFIXED TO THE REAL ESTATE AND NOT SEVERED OR REMOVED THEREFROM WITHOUT THE PRIOR WRITTEN CONSENT OF THE BENEFICIARY. TOGETHER WITH ALL PERSONAL PROPERTY WHICH IS NOW OR MAY HEREAFTER BE ATTACHED TO, LOCATED IN OR USED OR INTENDED TO BE USED IN CONNECTION THEREWITH (COLLECTIVELY "THE PROPERTY").

State of Oregon, County of Klamath
Recorded 04/11/01, at 11:09 a.m.
In Vol. M01 Page 14996
Linda Smith,
County Clerk Fee\$ 41.00