

'01 JUN 5 AM 10:32

AFTER RECORDING, RETURN TO:

Steven C. Andersen
Bullivant Houser Bailey, P.C.
300 First Independent Place
1220 Main Street
Vancouver, Washington 98660-2962
(360) 693-2424

Vol. M01 Page 26264

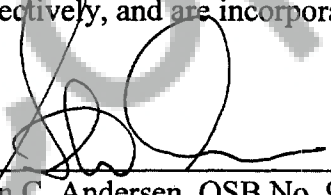
SPACE RESERVED FOR RECORDER'S USE

NOTICE OF PENDANCY OF AN ACTION

Pursuant to ORS 93.740, the undersigned states:

1. Beal Bank, SSB, as serving agent for LPP Mortgage Ltd. ("Beal Bank"), has filed an action in the Circuit Court for Klamath County in the State of Oregon.
2. The Defendants are Harvey Houston, Charleen K. Houston, Klamath First Federal Savings Loan Association, and VIP Real Estate.
3. The object of the action is: (a) to recover obligations owed to Beal Bank by Mr. and Mrs. Houston under a certain loan agreement, note and trust deeds, including attorneys' fees and costs; (b) to foreclose the two properties described in paragraph 4; and (c) to obtain an order for the sale of the two properties. Beal Bank also seeks the appointment of a receiver as to the property located at 415 Main Street, Klamath Falls, Oregon ("Main Street Property").
4. The descriptions of the two real properties to be affected are attached as Exhibits "A" (Main Street Property) and "B" (Newcastle Property) respectively, and are incorporated by this reference.

Dated this 31st, May, 2001.



Steven C. Andersen, OSB No. 92406
Attorney for Beal Bank, SSB

STATE OF WASHINGTON)
) ss.
COUNTY OF Clark)

SUBSCRIBED and SWORN to before me this 31st day of May, 2001.

CINDY M. BROWN
NOTARY PUBLIC
STATE OF WASHINGTON
COMMISSION EXPIRES
SEPTEMBER 15, 2001



NOTARY PUBLIC FOR WASHINGTON

PARCEL 2:

A portion of Lots 15 and 16, Block 40, HILLSIDE ADDITION TO THE CITY OF KLAMATH FALLS, in the County of Klamath, State of Oregon, more particularly described as follows:

Beginning at the Southwest corner of Lot 15, Block 40; thence North 21 degrees 14' West 80 feet; thence North 68 degrees 46' East 99.70 feet; thence Southeasterly 80 feet; thence Southwesterly 99.70 feet to the point of beginning.

EXCEPTING the Westerly 10 feet of Lot 15.

CODE 1 MAP 3809-28BC TL 1900

CODE 1 MAP 3809-28BC TL 2000

RES

PARCEL 1:

A portion of Lots 3 and 4, Block 17, ORIGINAL TOWN OF LINKVILLE (NOW CITY OF KLAMATH FALLS), in the County of Klamath, State of Oregon, more particularly described as follows:

Commencing at a point 30 feet Easterly from the Southwesterly corner of Lot 4, Block 17, ORIGINAL TOWN OF LINKVILLE (NOW CITY OF KLAMATH FALLS) OREGON; thence Easterly along the Southerly line of said Block 17 a distance of 80 feet; thence Northerly and parallel with the Westerly line of said Lot 4 a distance of 112 feet to the alley described in an instrument recorded in Book 20 at Page 25 of Klamath County, Oregon Deed Records; thence Westerly along the Southerly line of said alley and parallel with the Southerly line of said Block 17 a distance of 80 feet; thence Southerly and parallel with said Westerly line of said Lot 4 a distance of 112 feet to the point of beginning.

CODE 1 MAP 3809-32AC TL 4300

State of Oregon, County of Klamath
Recorded 06/05/01, at 10:32 a.m.
In Vol. M01 Page 26264
Linda Smith,
County Clerk Fee\$ 31.00