

01 AUG 14 AM 11:09

After recording return to:
Fidelity National Title Company
C/o Nevada Trust Deed Services, Inc.
1380 E. Sahara Ave.
Las Vegas, NV 89104
(702)733-9900

Vol. M01 Page 40895

54853

NOTICE OF DEFAULT AND ELECTION TO SELL

Reference is made to that certain trust deed made by Douglas L. Pratt and Sandra L. Pratt
as tenants by the entirety _____ as grantor(s), to Regional Trustee
Services, as trustee, in favor of Household Finance Corporation II

as beneficiary, dated 7/13/00, recorded 7/17/00, in the mortgage records of
Klamath County, Oregon, as instrument No. Volume, MOO, covering the following described
real property situated in said county and state, to wit: Page 26004

(See Exhibit "A" Attached)

PROPERTY ADDRESS: 18046 Edler Street
Bly, OR 97622

There is a default by the grantor or other person owing an obligation or by their successor in interest,
the performance of which is secured by said trust deed, or by their successor in 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 grantors' failure to pay when due the following sums:

\$760.19, due on March 18, 2001 and on the 18th day of each month
thereafter

and any further sums advanced by the beneficiary for
the protection of the above described real property and its interest therein.

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: \$ 66,490.41 with
interest at the rate of 13.484 percent per annum beginning 2/17/01; plus late charges of \$ 76.08
each month beginning 3/17/01 until paid; plus prior accrued late charges, plus advances; together with
title expense, costs, trustee's fees and attorneys fees incurred herein by reason of said default; and any
further sums advanced by the beneficiary for the protection of the above described real property and its
interest therein.

NOTICE OF DEFAULT AND ELECTION TO SELL

RE: Trust Deed from: Douglas L Pratt
and Sandra L. Prall, Grantors
To Fidelity National
Title Insurance Company,
Trustee T.S.No. OR-1002

For additional information:

Nevada Trust Deed Services, Inc.
1380 E. Sahara Ave.
Las Vegas, NV 89030
(702)733-9900

Ln. No. 666480-00-107727

Notice is hereby given that the beneficiary and trustee, by reason of said default, have elected and do 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 grantor executed the trust deed, together with any interest the grantor or 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 reasonable fees of trustee's attorneys.

The sale will be held at the hour of 10:00 A.M., in accord with the standard of time established by ORS 187.110 on 01/04/02, at the following place: The Main Street Entrance, Klamath County Courthouse, Klamath Fall, OR, which is the hour, date and place last set for the sale.

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 every other default complained of herein by tendering the performance required under the obligation or trust deed, in addition to paying said sums or tendering the performance necessary to cure the default, by aping 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 said 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 an obligation, the performance of which is secured by said trust deed, and the words "trustee" and "beneficiary" include their respective successors in interest, if any.

FIDELITY NATIONAL TITLE COMPANY

Thomas A. Middaugh
By: THOMAS A. MIDDAGUH

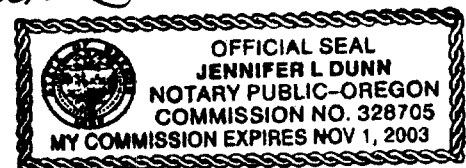
STATE OF OREGON

COUNTY OF MULTNOMAH

This instrument was acknowledge before me
on AUGUST 13, 2001
by THOMAS A. MIDDAGUH
Notary Public for OREGON
My commission expires: 11-1-2003

Jennifer L. Dunn

(SEAL)



THIS COMMUNICATION IS FROM A DEBT COLLECTOR AND IS AN ATTEMPT TO COLLECT A DEBT. ANY INFORMATION OBTAINED WILL BE USED FOR THAT PURPOSE.

40897

EXHIBIT A

OR-1002

A PARCEL OF LAND LYING IN THE S1/2 ' SW1/4 OF SECTION 3, TOWNSHIP 37 SOUTH, RANGE 14 EAST OF THE WILLAMETTE MERIDIAN, KLAMATH COUNTY, OREGON, BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT THE NORTHWEST CORNER OF SOUTHWEST QUARTER OF THE SOUTHWEST QUARTER OF SECTION 3, TOWNSHIP 37 SOUTH, RANGE 14 EAST OF WILLAMETTE MERIDIAN, KLAMATH COUNTY, OREGON; THENCE SOUTH ALONG THE WEST SECTION LINE OF SECTION 3, 300 FEET; THENCE EAST 1973.25 FEET TO THE WEST RIGHT OF WAY LINE OF A COUNTY ROAD; THENCE NORTHERLY ALONG SAID RIGHT OF WAY LINE AS FOLLOWS:

NORTH 54 DEGREES 51' EAST 50 FEET, NORTH 43 DEGREES 07' EAST 83 FEET AND NORTH 31 DEGREES 42' EAST 247.66 FEET TO THE NORTH LINE OF THE SOUTH HALF OF THE SOUTHWEST QUARTER OF SAID SECTION 3; THENCE WEST ALONG SAID NORTH LINE 2201 FEET TO THE POINT OF BEGINNING.

State of Oregon, County of Klamath
Recorded 08/14/01 at 11:09 a. m.
In Vol. M01 Page 40895
Linda Smith,
County Clerk Fee\$ 31⁰⁰