

01 DEC 3 AM 10:01

Vol M01 Page 61444

State of Oregon, County of Klamath
Recorded 12/03/01 10:01 a. m.
Vol M01, Pg 61444-46
Linda Smith, County Clerk
Fee \$ 31.46 # of Pgs 3

NOTICE OF DEFAULT AND NOTICE OF SALE

NOTICE is hereby given that the obligation, the performance of which is secured by the herein-described deed of trust, is in default and that the beneficiary has elected to foreclose the trust deed by advertisement and sale in the manner provided in ORS 86.705 to ORS 86.795.

The information required by statute is as follows:

1. No action has been instituted to recover the debt or any part of it then remaining secured by the trust deed, or, if such action has been instituted, the action has been dismissed;

2. The Grantor is: **DONALD DAVIS also known as DONALD R. DAVIS**

3. The Trustee is: **AMERITITLE COMPANY, Successor in Interest to MOUNTAIN TITLE
COMPANY OF KLAMATH COUNTY**

4. The Successor Trustee is: **CARLYLE F. STOUT III**

5. The Beneficiary is: **PREMIER WEST BANK, Successor by Merger to BANK OF SOUTHERN OREGON**

6. The description of the real property covered by the trust deed is as follows:

Parcel 1 of Partition No. 57-94 filed January 9, 1995, in the Office of the County Clerk of Klamath County, Oregon, and being located in the Southwest Quarter of the Southwest Quarter of Section 18, Township 34 South, Range 7 East, of the Willamette Meridian, Klamath County, Oregon. Klamath County Assessor's Account No. 3407-018CC-00101, Common Street Address: 43441 Highway 62, Chiloquin, OR 97620

7. The trust deed was recorded on the October 12, 1995, at Volume M95, Page 27576, in the Official Records of Klamath County, Oregon, also known as Document No. 7519 in said Official Records.

8. The default for which this foreclosure is made is as follows:

(a) Failure to make the monthly payments due in a timely manner, including the monthly payments due August 18, 2001, in the sum of \$1,983 and a like payment on the 18th of each and every month thereafter;

-1- NOTICE OF DEFAULT AND NOTICE OF SALE

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Rr: Carlyle Stout III

(b) Failure to pay a late charge in the sum of \$95.04, representing 5% of the monthly payment, for the payment due in August, 2001 and each and every month thereafter;

(c) Breach by Grantor of other loan agreements with Beneficiary as follows:

(1) Loan No. 1207490007: Failure to make the principal payment in the sum of \$84,289.68 due on June 30, 2001, together with all interest accrued thereon at the rate of 7.5% per annum from July 12, 2000, and failure to pay a late charge in the sum of \$4,214.48 because the above-referenced principal payment was not made within 16 days of its due date;

(2) Loan No. 1207490009: Failure to make the payment due August 1, 2001, in the sum of \$697.77 and failure to make a like payment on the 1st of each and every month thereafter and failure to pay a late charge in the sum of \$34.89 because the above-referenced payment was not made within 16 days of its due date.

(d) Failure to pay the beneficiary its reasonable attorney's fees incurred concerning the above-referenced defaults and breaches of the loan documents.

9. The sum owing on the obligation secured by trust deed is as follows: \$132,561.09, with interest thereon at the rate of 10% per annum from March 9, 2001, plus trustee's fees, attorney's fees, foreclosure costs and any sums advanced by the beneficiary pursuant to the terms of said trust deed.

10. The beneficiary elects to sell the property to satisfy the obligations secured by the trust deed.


11. The property will be sold in the manner prescribed by law on the 26th day of April, 2002, at 11:00 o'clock a.m., standard time, as established by ORS 187.110 at the steps of the Klamath County Courthouse, 316 Main Street, Klamath Falls, Klamath County, Oregon.

12. Interested persons are hereby notified of the right under ORS 86.753 to have this proceeding dismissed and the trust deed reinstated by payment of the entire amount then due, together with costs, trustee's and attorney's

fees, and by curing any other default complained of in the notice of default, at any time prior to five (5) days' before the date last set for the sale.

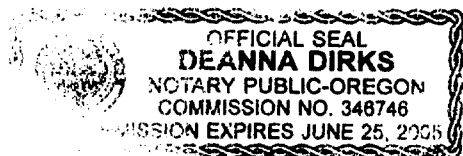
13. In construing this notice, the masculine gender includes the feminine and the neuter, the singular includes the plural, the word "grantor" includes any successor in interest to the grantor as well as any other person owing an obligation, the performance of which is secured by said Trust Deed, and the words "trustee" and "beneficiary" include their respective successors in interest, if any.

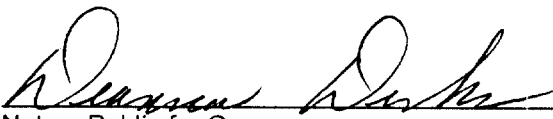
DATED this 29th day of November, 2001.


 Carlyle F. Stout III
 Attorney at Law, Successor Trustee

STATE OF OREGON)
)ss.
 County of Jackson)

Personally appeared Carlyle F. Stout III and acknowledged the foregoing instrument to be his voluntary act and deed. Before me this 29th day of November, 2001.




 Notary Public for Oregon
 My Commission Expires: 6/25/2005

(dee\clients\premier\davis\90003/default notice)