

AFTER RECORDING, RETURN TO:

William M. Ganong
Attorney at Law
514 Walnut Avenue
Klamath Falls OR 97601

State of Oregon, County of Klamath
Recorded 04/22/2003 11:53 a m.
Vol M03 Pg 25703
Linda Smith, County Clerk
Fee \$ 2100 # of Pgs 1

RECISSION OF NOTICE OF DEFAULT

Reference is made to that certain Trust Deed in which Allen D. Merck is Grantor, William M. Ganong is Successor Trustee, and William R. Addington and Marlene T. Addington are beneficiaries; said Trust Deed was recorded on July 16, 1999 in Volume M99 at Page 28421 of the Mortgage Records of the Clerk of Klamath County, Oregon, and conveyed to the said Trustee the following real property situated in said county:

The E ½ of Lot 21 and all of Lot 22, Block 8, HILLSIDE ADDITION
TO THE CITY OF KLAMATH FALLS, in the County of Klamath,
State of Oregon.

Klamath County Assessor's Account No. 3809-29AA-5100.

A notice of grantor's default under said Trust Deed, containing the Trustee's and beneficiaries' election to sell all or part of the above-described real property to satisfy grantor's obligations secured by said Trust Deed was recorded on December 20, 2002 in said Mortgage Records in Volume M02 at Page 74422; thereafter, by reason of certain payments on said obligations made as permitted by the provisions of Section 86.753, Oregon Revised Statutes, the default described in said notice of default has been removed, paid, and overcome, so that said Trust Deed should be reinstated.

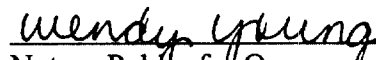
NOW, THEREFORE, notice hereby is given that the undersigned Trustee does hereby rescind, cancel, and withdraw said Notice of Default and Election to Sell; said Trust Deed and all obligations secured thereby hereby are reinstated and shall be and remain in force and effect the same as if no acceleration had occurred and as if said Notice of Default had not been given; it being understood, however, that this rescission shall not be construed as waiving or affecting any breach or default - past, present, or future - under said 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 said notice so recorded.

IN WITNESS WHEREOF, the undersigned Trustee has hereunto set his hand and seal this 18th day of April, 2003.


William M. Ganong, Trustee

STATE OF OREGON, County of Klamath) ss.

This instrument was acknowledged before me on April 18, 2003 by William M. Ganong as Trustee.


Notary Public for Oregon
My Commission Expires: 8-31-2003

