

NOTICE OF DEFAULT OF TRUST DEED AND ELECTION TO SELL

John A. Berge, Successor Trustee under the Trust Deed described below, hereby elects to sell pursuant to Oregon Revised Statutes Sections 86.705 to 86.795, the real property described below at **2:00 p.m. on January 16, 2004**, at the front steps of the Klamath County Courthouse, 316 Main Street, Klamath Falls, Oregon.

All obligations of performance which are secured by the Trust Deed hereinafter described are in default for reasons set forth below and the beneficiary declares all sums due under the note secured by the trust deed described herein immediately due and payable.

GRANTOR: **JOHN T. BRADLEY and CHRISTINE C. BRADLEY,**
 Tenants by the entirety

BENEFICIARY: **RUNNING Y RESORT, INC.**

TRUST DEED RECORDED: January 17, 1997, in Volume M97, at page 1529, Klamath County, Oregon, Mortgage Records.

PROPERTY COVERED BY TRUST DEED: Lot 151 of Running Y Resort, Phase 2 Plat, recorded in Klamath County, Oregon.

DEFAULT: Failure to pay:

1. Twelve regular installment payments due at \$653.36 each for a total of \$7,840.32, plus interest through and including August 6, 2003, in the amount of \$5,652.81;
2. Late charges of \$457.38 for any installment more than 15 days delinquent;
3. Real property taxes paid by Running Y Resort, Inc. in the amount of \$1,615.94, plus interest;
4. R & R Fees in the amount of \$75.00;
5. Maintenance Fees in the amount of \$1,336.50, less unapplied cash of \$123.00, for a total of \$1,213.50;
6. Late charges for past due Maintenance Fees in the amount of \$72.65;
7. Other - Trustee's Sale Guarantee: \$318.00.

SUM OWING ON OBLIGATION SECURED BY TRUST DEED: Principal balance of \$44,000.32 with interest at 12.5 percent per annum from August 7, 2003, until paid.

AFTER RECORDING, return to:

JOHN A. BERGE
BRYANT, LOVLIE & JARVIS, PC
ATTORNEYS AT LAW, ESTABLISHED 1918

591 SW Mill View Way PO Box 1151 Bend, Oregon 97709-1151 (541) 382-4331 fax (541) 389-3386 www.bryantlovlienjarvis.com
24 SW Fifth Street Madras, Oregon 97741 (541) 475-2757 fax (541) 475-2962

State of Oregon, County of Klamath
Recorded 08/28/2003 2:35 P. m
Vol M03 Pg 63643-44
Linda Smith, County Clerk
Fee \$ 26.00 # of Pgs 2

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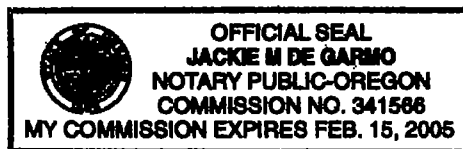
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Notice is given that any person named pursuant to Section 86.753, Oregon Revised Statutes, has the right to have the foreclosure proceeding dismissed and the trust deed reinstated by curing the above-described defaults, by payment of the entire amount due (other than such portions of principal as would not then be due had no default occurred), and by paying all costs and expenses actually incurred in enforcing the obligation and trust deed, together with trustee's and attorney's fees, at any time prior to five days before the date last set for the sale.


JOHN A. BERGE
Successor Trustee

STATE OF OREGON, County of Deschutes) ss.

The foregoing instrument was acknowledged before me this 27th day of August, 2003, by John A. Berge.




NOTARY PUBLIC for Oregon