

AFTER RECORDING RETURN TO:

GREENE & MARKLEY, P.C.
Attn. Jessica Baumann
1515 SW 5th Avenue, Suite 600
Portland, OR 97201

RESCISSION OF NOTICE OF DEFAULT

The trust deed to be foreclosed pursuant to Oregon law is referred to as follows (the "Trust Deed"):

Grantor:	O. JEFFERY LEROY
Trustee:	ASPEN TITLE & ESCROW
Beneficiary:	STERLING SAVINGS BANK
Date:	July 1, 2005
Recording Date:	July 5, 2005
Recording Reference:	Book M05 Page 50975
County of Recording:	Klamath

Beneficiary desires to appoint a Successor Trustee in the place and stead of the Original Trustee named above.

The Trust Deed covers the following described real property situated in the County of Klamath, State of Oregon, ("the Property"):

See attached Exhibit "A"

A notice of grantor's default under the Trust Deed, containing the beneficiary's or trustee's election to sell all or part of the property to satisfy grantor's obligations secured by the Trust Deed was recorded:

Recording Date:	October 31, 2005
Recording Reference:	M05-67921
County of Recording:	Klamath

EXHIBIT A

A tract of land situated in the E 1/2 W 1/2 NE 1/4 and the East 198 feet of the W 1/2 W 1/2 NE 1/4 of Section 18, Township 39 South, Range 10 East of the Willamette Meridian, Klamath County, Oregon, more particularly described as follows;


Beginning at the East 1/16 corner common to Section 7 and said Section 18; thence South 00° 03' 03" West 1257.72 feet; thence South 89° 53' 33" West 865.61 feet; thence North 00° 01' 43" East 1257.72 feet; thence North 89° 53' 33" East 866.10 feet to the point of beginning, with bearings and computations based on recorded Survey No. 2834.

CODE 198 MAP 3910-01800 TL 00200 KEY #597768
CODE 198 MAP 3910-01800 TL 00300 KEY #597786

Thereafter by reason of the default being cured as permitted by the provisions of Section 86.753, Oregon Revised Statutes, the default described in the notice of default has been removed, paid and overcome so that the 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; the 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 the 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.

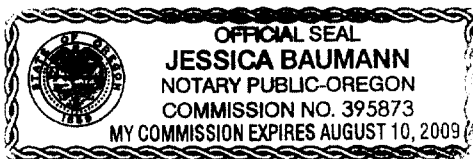
DATED: March 22, 2006



Successor Trustee

STATE OF OREGON)
) ss.
County of Multnomah)

This instrument was acknowledged before me on March 22, 2006 by Gary L. Blacklidge.





NOTARY PUBLIC FOR OREGON

6011-9\0 Rescission of NOD.wpd