

After Recording Return to:

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

2007-017641

Klamath County, Oregon



00033055200700176410050057

10/11/2007 08:18:25 AM

Fee: \$41.00

DECLARATION OF FORFEITURE

STATE OF OREGON, County of Klamath) ss.

I, William M. Ganong, under oath, state as follows:

1. This declaration pertains to that certain Contract of Sale (Contract) between Robert V. Wethern, Sr.; Bly Mountain Resource Management Group, LLC.; and William M. Ganong and Marie I. Ganong, as Trustees of the William M. Ganong Profit Sharing Trust, aka WMGPS Trust, as Seller, and Bertha Calvillo Flores, as Purchaser, a Memorandum of which was recorded on July 9, 2001 in Volume M01 at Page 33174 of the Official Records of Klamath County, Oregon. The interest of Robert V. Wethern, Sr. was acquired by the remaining Sellers by Quitclaim Deed recorded on August 8, 2001 in Volume M01 at Page 39717 of the Official Records of Klamath County, Oregon.

Lot 31, Block 104, Klamath Falls Forest Estates
Highway 66 Unit, Plat No. 4, Klamath County, Oregon,
more particularly described as Klamath County Assessor's
Account Nos. 3711-036BO-01900-000 and R-401522

and the mobile home located thereon, more particularly
described as Klamath County Assessor's Account No. M892071

2. An Affidavit of Mailing Notice of Default, with a copy of the Notice of Default attached (Notice), was recorded on June 12, 2007 in Book 2007 at Page 010552 of the Official Records of Klamath County, Oregon.

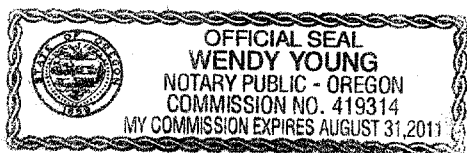
3. The default described in the Notice was not cured within the time specified, as required by ORS 95.915.

4. The Contract is hereby declared forfeited.

5. I make this declaration as attorney for and on behalf of Bly Mountain Resource Management Group, LLC. and William M. Ganong and Marie I. Ganong, as Trustees of the William M. Ganong Profit Sharing Trust, aka WMGPS Trust.

William M. Ganong, OSB No. 78213
Attorney for Sellers

This instrument was acknowledged before me on October 8, 2007 by William M. Ganong.



Notary Public for Oregon

My commission expires: 8.31.2011

2007-010552

Klamath County, Oregon



00024513200700105520040042

06/12/2007 10:25:33 AM

Fee: \$36.00

AFTER RECORDING RETURN TO:

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

AFFIDAVIT OF MAILING NOTICE OF DEFAULT

STATE OF OREGON, County of Klamath) ss.

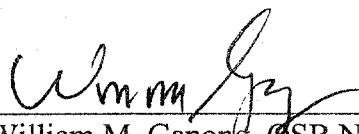
I, William M. Ganong, under oath, state as follows:

1. Attached as Exhibit A is a true and correct copy of the Notice of Default pertaining to the contract described therein (Contract).
2. The Contract contains a "forfeiture remedy" as defined in ORS 93.905(2).
3. The Notice of Default was mailed by both first-class and by certified mail with return receipt requested to the following person at the last-known address indicated.

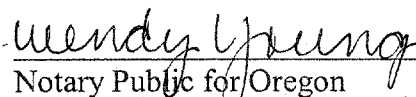
3.1 Bertha A. Calvillo
aka Bertha Calvillo Flores
5510 W Escalon Avenue
Fresno CA 93722

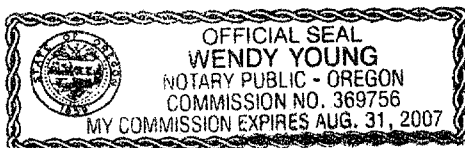
4. I make this affidavit as attorney for and on behalf of Bly Mountain Resource Management Group, LLC. and William M. Ganong and Marie I. Ganong, as Trustees of the William M. Ganong Profit Sharing Trust, aka WMGPS Trust, Sellers.

Dated this 5th day of June, 2007.


William M. Ganong, OSB No. 78213
Attorney for Sellers

Signed and sworn to before me this 5th day of June, 2007 by William M. Ganong.


Notary Public for Oregon
My Commission Expires: 8.31.2007



NOTICE OF DEFAULT

This Notice of Default is given with respect to the contract described below, which contains a forfeiture remedy, pursuant to the provisions of ORS 93.905-93.940.

1. Description of Contract. Contract of Sale (Contract) between Robert V. Wethern, Sr.; Bly Mountain Resource Management Group, LLC.; and William M. Ganong and Marie I. Ganong, as Trustees of the William M. Ganong Profit Sharing Trust, aka WMGPS Trust, as Seller, and Bertha Calvillo Flores, as Purchaser, a Memorandum of which was recorded on July 9, 2001 in Volume M01 at Page 33174 of the Official Records of Klamath County, Oregon. The interest of Robert V. Wethern, Sr. was acquired by the remaining Sellers by Quitclaim Deed recorded on August 8, 2001 in Volume M01 at Page 39717 of the Official Records of Klamath County, Oregon.

2. Property. The property which is the subject of the Contract is more particularly described as follows:

Lot 31, Block 104, Klamath Falls Forest Estates
Highway 66 Unit, Plat No. 4, Klamath County, Oregon,
more particularly described as Klamath County Assessor's
Account Nos. 3711-036BO-01900-000 and R-401522

and the mobile home located thereon, more particularly
described as Klamath County Assessor's Account No. M892071

3. Nature of Default. The default consists of Purchaser's failure to pay the 2005-2006 and 2006-2007 real property taxes before they became delinquent; Purchaser's failure to pay the remaining \$15.44 due on the 2006-2007 personal property taxes on the mobile home; Purchaser's failure to make the monthly installment payments of \$105.72 due on the 10th day of each month from September 2006 through May 2007; and Purchaser's failure to pay the late payment fees of \$15 each for the months of September 2006 through May 2007.

4. Date Contract Will Be Forfeited. The Contract will be forfeited if the default is not cured by October 5, 2007.

5. How to Cure Default. The default will be cured if by October 5, 2007 the Purchaser pays the following amounts:

5.1 Purchaser pays to the Klamath County Tax Collector the real property taxes, interest, and penalties owed for the 2005-2006 and 2006-2007 tax years, and provides proof of payment to Seller at the law office of William M. Ganong, 514 Walnut Avenue, Klamath Falls, Oregon 97601.

5.2 Purchaser pays to Seller at the office of William M. Ganong, Attorney at Law, 514 Walnut Avenue, Klamath Falls, Oregon, the following:

5.2.1 Monthly installment payments of \$105.72 each for the months of September 2006 through May 2007. \$ 951.48

5.2.2 The unreimbursed portion of the personal property tax levied against the mobile home for the 2006-2007 tax year. 15.44

5.2.3 Monthly late payment charges of \$15 each for the months of September 2006 through May 2007. 135.00

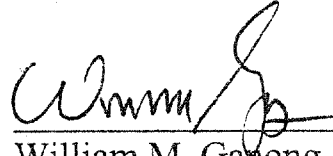
5.2.4 Sellers' fees, costs, and disbursements for prosecuting this forfeiture. 452.00
\$1,553.92

5.3 Purchaser pays the Seller, at the law office of William M. Ganong, 514 Walnut Avenue, Klamath Falls, Oregon, the monthly installment payment of \$105.72 for the month of June 2007, and each month thereafter, plus a late payment fee of \$15 for each month said installment payment is not paid within 20 days of its due date.

6 Name and Address of Attorney for Seller.

William M. Ganong, OSB No. 78213
514 Walnut Avenue
Klamath Falls OR 97601
541/882-7228 - office 541/883-1923 - fax
E-Mail: wganong@aol.com

7. Date Notice Mailed. This notice is being deposited in both first-class and certified mail with return receipt requested, on June 5, 2007.

A handwritten signature in black ink, appearing to read 'William M. Ganong', written over a horizontal line.

William M. Ganong, OSB No. 78213
Attorney for Seller