When Recorded Return to:

HILLIS CLARK MARTIN & PETERSON, P.S.

Attn: Susan E. Shin 500 Galland Building 1221 Second Avenue Seattle, WA 98101

2009-007579Klamath County, Oregon



06/01/2009 03:23:19 PM

Fee: \$26.00

1st 1322405

Loan No.: 310671

Trustee No.: 40014.406

Successor Trustee: Joseph A.G. Sakay

NOTICE OF RESCISSION OF NOTICE OF DEFAULT AND ELECTION TO SELL PURSUANT TO OREGON REVISED STATUTE Ch. 86

Reference is made to that certain trust deed in which Miguel A. Barajas, as a married man, is Grantor, First American Title Company, a Washington Corporation is Trustee, and Eagle Home Mortgage, Inc., a Washington Corporation, is Beneficiary, which deed of trust is recorded on September 1, 2005 under Auditor's File No. M05-63398, records of Klamath County, Oregon, the beneficial interest of which was assigned by Eagle Home Mortgage, Inc. to the Oregon Housing and Community Services Department, State of Oregon, by Assignment of Deed of Trust recorded on October 3, 2005, and re-recorded on January 19, 2006, under Auditor's File No. M05-65633 and M06-01100, respectively, records of Klamath County, Oregon, and which encumbers the following described real property in Klamath County:

A tract of land particularly described as follows: Beginning at a point which lies on the West right of way line of Summers Lane North 1 degree 14' West a distance of 680.3 feet and South 89 degrees 26' West a distance of 30 feet from the iron pin which marks the section corner common to Sections 2, 3, 10 and 11 Township 39 South, Range 9 E.W.M., and running thence: continuing South 89 degrees 26' West a distance of 175 feet to an iron pin: thence North 1 degree 14' West a distance of 7.2 feet to an iron pin: thence North 89 degrees 26' East a distance of 175 feet to an iron pin on the Westerly right of way line of Summers Lane: thence South 1 degree 14' East along the Westerly Right of way line of Summers Lane a distance of 72.2 feet more or less, to the point of beginning, in the S 1/2 S 1/2 N 1/2 SE 1/4 SE 1/4 of Section 3, Township 39 South, Range 9 East of the WILLAMETTE MERIDIAN, Klamath County, Oregon.

(V)

The undersigned trustee, Joseph A.G. Sakay, of Hillis Clark Martin & Peterson, P.S., hereby rescinds the Notice of Default and Election to Sell recorded on February 3, 2009 under Auditor's File No. 2009-1281, records of Klamath County, Oregon, and discontinues that certain trustee's sale set therein.

This discontinuance shall not be construed as waiving any breach of default under the aforementioned deed of trust 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 the sale to be made pursuant to the aforementioned Notice of Default and Election to Sell.

DATED: May 25, 2009.

SUCCESSOR TRUSTEE

By

JOSEPH A.G/SAKAY, DSB #021\73

c/o Hillis Clark Martin & Peterson, P.S. 1221 Second Avenue, Suite 500 Seattle, Washington 98101-2925

Telephone: (206) 623-1745

STATE OF WASHINGTON)

onumber () ss.

COUNTY OF KING)

On this day personally appeared before me Joseph A.G. Sakay, to me known to be the individual described in and who executed the within and foregoing instrument, and acknowledged that he signed the same as his free and voluntary act and deed, for the uses and purposes therein mentioned.

SUBSCRIBED AND SWORN to before me this ______

Name: Susan E. Shin

NOTARY PUBLIC in and for the State of

Washington, residing at Seattle

My appointment expires: Dec. 29, 2012