

WHEN RECORDED RETURN TO:
FOLSOM & FOLSOM
Attorneys at Law
One East First Street
Suite 1200, FIB Bldg.
Reno, Nevada 89501

NOTICE OF DEFAULT AND ELECTION TO SELL
UNDER DEED OF TRUST

NOTICE IS HEREBY GIVEN that FAMILY FINANCIAL SERVICES, INC., a Nevada corporation, is duly appointed Trustee under Deed of Trust dated the 22nd day of February, 1980, executed by MICHAEL J. AMBROSE and LOIS JEAN AMBROSE, Husband and Wife, as Joint Tenants, to secure certain obligations in favor of FAMILY SAVINGS AND LOAN ASSOCIATION, a Nevada corporation, as Beneficiary, recorded on the 29th day of February, 1980, as Instrument No. 42103, in Book No. 280, at Pages 1912-1915 of Official Records, in the Office of the County Recorder of Douglas County, Nevada, describing land therein as:

LOT 24, AS SHOWN ON THE MAP OF RIDGEVIEW ESTATES
NO. 1, FILED IN THE OFFICE OF THE COUNTY RECORDER
OF DOUGLAS COUNTY, NEVADA ON DECEMBER 12, 1972,
AS FILE NO. 63503.

said obligations including a Promissory Note dated the 22nd day of February, 1980, for the principal sum of FIFTY THOUSAND AND NO/100THS DOLLARS (\$50,000.00) with interest on the unpaid balance from the date of the Note until paid at the rate of thirteen and one-quarter percent (13.25%) per annum; that the beneficial interest under such Deed of Trust and the obligations secured thereby are presently held by the undersigned; that a breach of, and default in, the obligations for which such Deed of Trust is security has occurred in that the installment payments have not been made during the months of December, 1981, January, February and March, 1982, and have not been made pursuant to the terms of said Promissory Note dated February 22, 1980. That by reason thereof, the present Beneficiary under such Deed of Trust has executed and delivered to said duly appointed Trustee a written Declaration of Default and Demand for Sale, and has deposited with said duly appointed Trustee such Deed of Trust and all documents evidencing obligations secured thereby, and has declared and does

hereby declare that the balance owing on the Promissory Note is hereby accelerated and all sums secured thereby are immediately due and payable.

Pursuant to the terms of said Deed of Trust, this notice must inform Borrowers as follows:

The Borrowers as Grantors under said Deed of Trust have the right to bring a court action to assert the non-existence of a default or any other defense of Grantors to acceleration and sale. Notwithstanding FAMILY SAVINGS AND LOAN ASSOCIATION'S acceleration of the sums secured by said Deed of Trust, Grantors shall have the right to have any proceedings begun by FAMILY SAVINGS AND LOAN ASSOCIATION to enforce this Deed of Trust discontinued at any time prior to the earlier to occur of (a) the fifth (5th) day before sale of the Property pursuant to the power of sale contained in said Deed of Trust; or (b) entry of a judgment enforcing this Deed of Trust if (1) Grantors pay FAMILY SAVINGS AND LOAN ASSOCIATION all sums which would then be due under said Deed of Trust and Note securing Future Advances, had no acceleration occurred; (2) Grantors cure all breaches of any other covenants or agreements of Grantors contained in this Deed of Trust; (3) Grantors pay all reasonable expenses incurred by FAMILY SAVINGS AND LOAN ASSOCIATION and Trustee in enforcing the covenants and agreements of Grantors contained in said Deed of Trust and in enforcing FAMILY SAVINGS AND LOAN ASSOCIATION'S and Trustee's remedies as provided in said Deed of Trust, including but not limited to, reasonable attorney's fees; and (4) Grantors take such action as FAMILY SAVINGS AND LOAN ASSOCIATION may reasonably require to assure that the lien of said Deed of Trust, FAMILY SAVINGS AND LOAN ASSOCIATION'S interest in the Property and Grantors' obligations to pay the sums secured by said Deed of Trust shall continue unimpaired.

Unless all monies owed and obligation incurred pursuant to said Promissory Note are paid and discharged as provided in the Promissory Note and Deed of Trust, within the time allowed by law, the said Trustee and

the said Beneficiaries will cause said Property to be sold under the terms of the Deed of Trust and the statutes of the State of Nevada in such cases made and provided.

DATED THIS 10th day of March, 1982.

FAMILY FINANCIAL SERVICES, INC.

By George K. Folsom
GEORGE K. FOLSOM, President

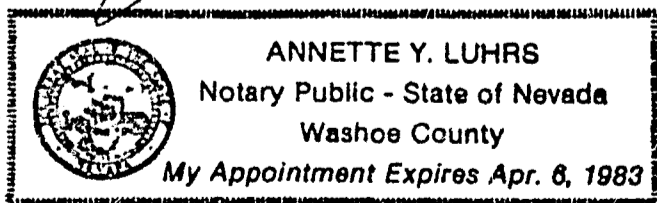
FAMILY SAVINGS AND LOAN ASSOCIATION

By George K. Folsom
GEORGE K. FOLSOM, President

STATE OF NEVADA)
) ss:
COUNTY OF WASHOE)

On the 10th day of March, 1982, personally appeared before me, a Notary Public, in and for the State of Nevada, GEORGE K. FOLSOM, known to me to be the President of FAMILY FINANCIAL SERVICES, INC., a Nevada corporation, and the President of FAMILY SAVINGS AND LOAN ASSOCIATION, a Nevada corporation, who acknowledged that he executed the foregoing instrument.

Annette Y. Luhrs-Baxter
NOTARY PUBLIC



REQUESTED BY
CHARTER TITLE INS.
IN OFFICIAL RECORDS OF
DOUGLAS CO. NEVADA
* Co. as pd.
1982 MAR 16 PM 3:46

SUZANNE BEAUDREAU
RECORDER
Suzanne Beaudreau
Dep.