

COLLATERAL ASSIGNMENT OF DEED OF TRUST AND NOTE

FOR VALUE RECEIVED, the receipt and sufficiency of which is hereby acknowledged and confessed, the undersigned _____

Lakeside Cove Partnership, a Nevada general partnership
hereby grants, assigns, and transfers to VALLEY BANK OF NEVADA, a Nevada Banking Corporation, all beneficial interest under that certain Deed of Trust dated June 5, _____, 1981, executed by _____

Lakeside Cove Resort, a Nevada limited partnership
Trustors to Valley Title and Escrow Company

Trustee, and recorded June 5, _____, 1981, as Document No. 56985, in Book 681 at Page 653 of Official Records in the office of the County Recorder of Douglas County, State of Nevada, covering:

Being all that portion of Lot 6 of Lot 3, Section 34, Township 14 North, Range 18 East, as shown on the map entitled "THE A. COHN TRACT" filed for record March 5, 1947, in the office of the County Recorder of Douglas County, Nevada, as Document No. 4437, lying Westerly of Highway 50. EXCEPTING THEREFROM the lands conveyed in the Deed from F. E. Meder to the State of Nevada, on September 10, 1934, in Book T of Deeds, at Page 545, Douglas County, Nevada. Also excepting therefrom all that portion thereof lying below the natural ordinary highwater line of Lake Tahoe.

TOGETHER with the note or notes therein described or referred to, the money due and to become due thereon with interest, and all rights accrued or to accrue under said Deed of Trust. The undersigned hereby waives all rights the undersigned has in said Note(s) and Deed of Trust, including, without limitation, all rights to credit bid at any foreclosure sale and agrees that Bank shall have the absolute right to foreclose said real estate.

This Assignment is given to secure (1) payment of the indebtedness evidenced by the following note(s): a Promissory Note dated September 6, 1985 in the amount of Six Hundred Thousand Dollars (\$600,000.00) and any modifications, extensions and renewals thereof, executed by the undersigned or any of them, in favor of VALLEY BANK OF NEVADA, or order; (2) payment of such additional amounts as may hereafter be loaned to or otherwise advanced for the accounts of the undersigned or any of them; and (3) payment and performance of every obligation, covenant, promise or agreement herein or in any said note or notes contained.

DATED this 12TH day of September, 1985.

STATE OF NEVADA)
) ss.
COUNTY OF WASHOE)

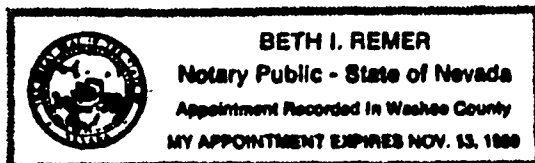
Lakeside Cove Partnership, a Nevada general partnership

On September 12, 1985, personally appeared before me, a Notary Public Donald P. Clark, Catherine O. Clark, William T. Humphreys, Barbara A. Humphreys who acknowledged that they, a. Humphreys executed the above instrument.

BY: Donald P. Clark Catherine O. Clark
 general partner general partner
BY: William T. Humphreys Barbara A. Humphreys
 general partner general partner
BY: Ronald A. Johnson Marilyn C. Johnson
 general partner general partner

Ronald A. Johnson, Marilyn C. Johnson
Beth I. Remer
Notary Public

WHEN RECORDED MAIL TO:
VALLEY BANK OF NEVADA
P. O. Box 10927
Reno, Nevada 89510



REQUESTED BY
DOUGLAS COUNTY TITLE
IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

Attn: R. M. Dreschler

85 SEP 19 P3:25

SUZANNE BEAUDREAU
RECORDER

\$5.00 PAID JR DEPUTY

124058

BOOK 985 PAGE 2373