

SUBORDINATION AGREEMENT

WHEREAS, the Declaration of Covenants, Conditions and Restrictions recorded on October 14, 1968, in the office of the County Recorder, Douglas County, Nevada, as Document Nos. 42592 and 42593, confer upon the Board of Directors of Summit Village, Inc., a Nevada non-profit association, the power to fix and levy assessments for the purpose of maintenance of the common area of Summit Village Subdivision, and for the other purposes stated therein, which assessments constitute a lien upon the real property below described; and

WHEREAS, it is the desire of the Board of Directors to subordinate such lien to the lien of any and all first mortgages or deeds of trust encumbering such real property which may hereinafter be executed; and

WHEREAS, this Subordination Agreement is specifically conditioned upon the payment of any and all money due on account of assessments levied against the property as of the date of the close of escrow of the below-described property by

NOW, THEREFORE, for a valuable consideration, including but not limited to the payment of past-due assessments, the undersigned members of the Board of Directors of Summit Village, Inc., do hereby subordinate any past, present or future liens which may exist against the property described as:

SEE DESCRIPTION SHEET ATTACHED HERETO AND MADE A PART THEREOF

WHETHER recorded or not, to the lien of any and all first mortgages and deeds of trust encumbering the above-described property which may hereinafter be executed. This Subordination Agreement shall operate with the same force and effect as though said first mortgages and deeds of trust had been executed and recorded prior in time to the creation of any assessment lien; provided, however, that any past-due assessments shall be paid from escrow by the seller at the time of any sale or transfer of the above-described property.

IN WITNESS WHEREOF, the parties hereto have executed this Subordination Agreement this 26 day of June, 1987.

[Signature]  
ROY DARROW - President

[Signature]  
JIMM VASQUEZ - Vice President

[Signature]  
CHARLES KING - Director

STATE OF NEVADA.

County of Douglas } ss.

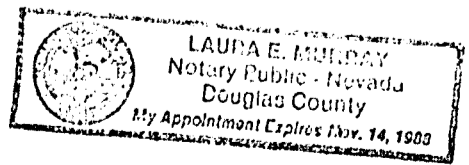
On June 26, 1986 ..... personally appeared before me.

DATE  
a Notary Public (or judge or other officer, as the case may be), Ray Darrow

Jimm Vasquez & Charles King  
who acknowledged that he executed the above instrument.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official stamp at my office in the County of Douglas the day and year in this certificate first above written.

[Signature]  
Signature of Notary



(ACKNOWLEDGMENT GENERAL)

ACKNOWLEDGMENT AND CONSENT

The undersigned, AMERICAN SAVINGS AND LOAN ASSOCIATION, a California corporation, does hereby consent and agree to the terms and conditions of the Subordination Agreement executed on June 19, 87

The undersigned hereby instructs First Nevada Title Company, Inc., to release from escrow payment of all assessments due Summit Village, Inc.

DATED:

AMERICAN SAVINGS AND LOAN ASSOCIATION

BY: Jeff D. Belden . V.P.  
JEFF D. BELDEN

TYPED NAME: Tina Sepulveda  
TINA SEPULVEDA

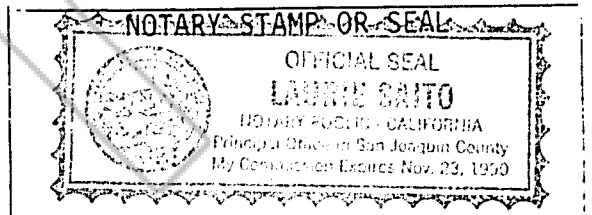
TITLE: Asst. Secretary

STATE OF CALIFORNIA }  
COUNTY OF SAN JOAQUIN } SS.

On June 23, 1987 before me, the undersigned, a Notary Public in and for said State, personally appeared JEFF D. BELDEN and TINA SEPULVEDA personally known to me (or proved to me on the basis of satisfactory evidence) to be the persons who executed the within instrument as VICE-PRESIDENT and ASSISTANT SECRETARY, on behalf of AMERICAN SAVINGS & LOAN ASSOCIATION the Corporation therein named, and acknowledged to me that such corporation executed the within instrument pursuant to its by-laws or a resolution of its board of directors.

WITNESS my hand and official seal.

Signature: Laurie Saito  
Notary Public in and for said County and State



157309

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DESCRIPTION SHEET

ALL THAT CERTAIN LOT, PIECE OR PARCEL OF LAND SITUATE IN THE COUNTY OF DOUGLAS, STATE OF NEVADA, DESCRIBED AS FOLLOWS:

PARCEL ONE:

Parcel H of Lot 553 as shown on that Parcel Map for WALTER E. REISS, M.D., recorded October 15, 1980 in Book 1080, Page 1184, Document No. 49654, Official Records of Douglas County, Nevada.

BEING a Parcel Map of Lot 553 as shown on the Amended Map of SUMMIT VILLAGE, recorded in the office of the County Recorder of Douglas County, Nevada, on September 17, 1968, as Document No. 42231, and on the Second Amended Map, recorded on January 13, 1969, as Document No. 43419, Official Records of Douglas County, Nevada.

PARCEL TWO:

A 1/8 interest in the common area of Lot 553 as shown on that Parcel Map for WALTER E. REISS, M.D., recorded October 15, 1980 in Book 1080, Page 1184, Document No. 49654, Official Records of Douglas County, Nevada.

Assessor's Parcel No. 11-370-07

REQUESTED BY  
FIRST NEVADA TITLE COMPANY  
IN OFFICIAL RECORDS OF  
DOUGLAS COUNTY, NEVADA

'87 JUN 29 P12:13

SUZANNE BEAUREAU  
RECORDER

157309

PAID *700* DEPUTY

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