

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. 47592 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;

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.

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:

Lot 417 B, 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.

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.

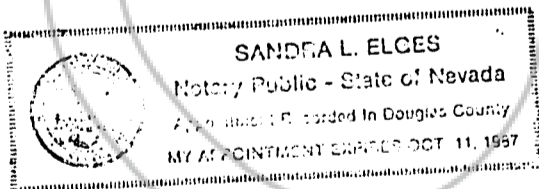
IN WITNESS WHEREOF, the parties hereto alve executed this Subordination Agreement this 14th day of August, 1987.

Jimm Vasquez  
Jimm Vasquez, Vice President  
STATE OF NEVADA )  
COUNTY OF DOUGLAS )SS

Roy Darrow  
Roy Darrow, President

On this 2nd day of September, 19 87, personally appeared before me, a Notary Public, ROY DARROW, who acknowledged to me that he executed the foregoing instrument in behalf of SUMMIT VILLAGE, INC.

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

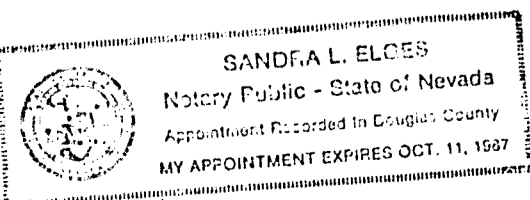


Sandra L. Elges  
Notary Public

STATE OF NEVADA )  
COUNTY OF DOUGLAS )SS.

On this 1st day of September, 19 87, personally appeared before me, a Notary Public, Jimm Vasquez, who acknowledged to me that he executed the foregoing instrument in behalf of SUMMIT VILLAGE, INC.

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



Sandra L. Elges

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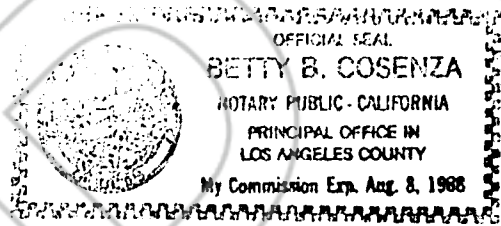
I HEREBY DECLARE AND ACKNOWLEDGE UNDER PENALTY OF PERJURY THAT I/Gunnar Jacobson  
and Rita Jacobson, AM A PROPERTY OWNER IN SUMMIT VILLAGE. I HAVE READ  
THE ABOVE PROPOSED SUBORDINATION AGREEMENT AND AGREE THERE TO.

Gunnar Jacobson  
Rita Jacobson

STATE OF California SS  
COUNTY OF Los Angeles

On this 14th day of August, 1987, personally appeared before  
me, a Notary Public, Gunnar Jacobson and Rita Jacobson  
who acknowledged to me that they executed the above instrument.

Betty B. Cosenza  
Notary Public



REQUESTED BY  
STEWART TITLE OF DOUGLAS COUNTY  
IN OFFICIAL RECORDS OF  
DOUGLAS COUNTY, CALIFORNIA

'87 SEP -3 P12:35

SUZANNE BLAUDREAU  
RECORDER  
PAID DEPUTY

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