

NOTICE OF DEFAULT AND ELECTION TO SELL UNDER DEED OF TRUST
IMPORTANT NOTICE

Loan No. 301-6-946328/LAU
Ref. No. 7-87-9099
02/547

Computer No. 02-8707-0219
02-547

NOTICE IS HEREBY GIVEN: That PACIFIC SOVEREIGN.
is now duly appointed Trustee under a Deed of Trust dated 01/08/81
executed by: HARRY H. Y. LAU AND DOLORES K. LAU, HUSBAND AND
WIFE AS TENANTS IN COMMON

as Trustor, to secure obligations in favor of: STATE SAVINGS AND LOAN ASSOCIATION

Recorded on 01/30/81 as document no. 53077 book 181 page 1795
of Official Records in the office of the Recorder of DOUGLAS County, NEVADA,

including 1 note(s) for the sum of \$60,800.00 that the beneficial
interest under said Deed of Trust and the obligations secured thereby are presently held by the beneficiary.
That a breach of, and default in, the obligation for which said Deed of Trust is security has occurred in that the
payment has not been made of:

THE FULL INSTALLMENT DUE ON 01/01/87, AND ALL SUBSEQUENT PAYMENTS, TOGETHER
WITH ANY LATE CHARGES, DELINQUENT TAXES, INSURANCE PREMIUMS, IMPOUNDS AND
ADVANCES; SENIOR LIENS AND ENCUMBRANCES WHICH ARE DELINQUENT OR BECOME
DELINQUENT AND ANY ATTORNEY'S FEES AND COURT COSTS ARISING FROM THE
BENEFICIARY'S PROTECTION OF ITS SECURITY MUST BE CURED AS A CONDITION OF
REINSTATEMENT.

That by reason thereof, the undersigned, the present BENEFICIARY under such Deed of Trust,
has executed and delivered to said Trustee, a written Declaration and Demand for Sale, and has deposited with
said Trustee, a written Declaration of Default and Demand for Sale, and has deposited with said duly appointed
Trustee, such Deed of Trust and all the documents evidencing the obligations secured thereby, and has declared
and does hereby declare all sums secured thereby immediately due and payable and has elected and does hereby
elect to cause the trust property to be sold to satisfy the obligations secured thereby.

DATE: 07/09/87 AMERICAN SAVINGS AND LOAN ASSOCIATION,
FORMERLY STATE SAVINGS AND LOAN ASSOC.,
X Gwynneth A. Jones, ASST. SECRETARY
X B. Foster, ASST. VICE PRESIDENT

STATE OF CALIFORNIA } ss.
COUNTY OF SAN JOAQUIN }

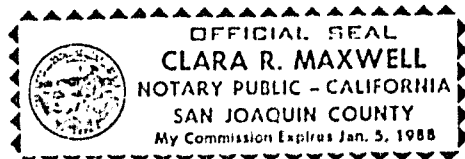
(This area for official notarial seal)

On AUGUST 12, 1987, before me, the undersigned,
a Notary Public in and for said State, personally appeared
B. FOSTER and
GWYNNETH A. JONES

personally known to me (or proved to me on the basis of satisfactory
evidence) to be the persons who executed the within instrument as
ASST. VICE President and ASSISTANT

Secretary, on behalf of AMERICAN SAVINGS AND LOAN
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 Clara R Maxwell



STEWART TITLE OF DOUGLAS COUNTY

OFFICIAL RECORDS OF NEVADA

'87 SEP 14 P12:43

SUZANNE BLANCHARD RECORDER 162077

500 DEPUTY BOOK 987 PAGE 1672

RECORDING REQUESTED BY

AND WHEN RECORDED RETURN TO
INTERSTATE TRUST DEED SERVICE, INC.
Meredith Financial Centre, West Building
17782 East 17th Street, Suite 105
Tustin, California 92680