

SHORT FORM DEED OF TRUST AND ASSIGNMENT OF RENTS

THIS DEED OF TRUST, made this 20 of June 19 87, by and between

GENE J. POLZAK AND GLORIA POLZAK, husband and wife and

CLIFF F. MARKS AND DOROTHY P. MARKS, husband and wife

Trustee, to FIRST NEVADA TITLE CO., A Nevada Corporation, Trustee for HARJACH TAHOE DEVELOPMENTS, Beneficiary,

WITNESSETH:

That the trustee does hereby grant, bargain, sell and convey unto the Trustee with power of sale all that certain property situated in Douglas County, Nevada as follows:

(See Exhibit "A" attached hereto and incorporated hereto by this reference)

AND ALSO all the rents, interest, and other claims, in law and in equity, which the Trustee now has or may hereafter acquire in and to said property.

TOGETHER WITH the improvements, betterments and appurtenances thereto belonging or appertaining, and any reversion, reversioners or remainders and all rents, issues and profits of said real property, subject to the rights and authority conferred upon Beneficiary hereinafter set forth to collect and apply such rents, issues and profits.

FOR THE PURPOSE OF SECURING:

FIRST: Payment of all indebtedness in the sum of \$ 16,500.00 evidenced by a promissory note of even date herewith, with interest thereon, according to the terms of said note, which note, to be by reference made a party hereto, is executed by the Trustor, delivered to Beneficiary, and any and all modifications, extensions and amendments thereof hereto/after set forth to collect and apply such rents, issues and profits.

SECOND: Payment of all the THE RIDGE TAHOE PROPERTY OWNERS ASSOCIATION assessments, dues and membership fees as they become due.

THIRD: Payment of such additional sums with interest thereon as may be hereafter loaned by Beneficiary to Trustor as additional advances under this deed of trust by the beneficiary, note or notes of Trustor, and payments of any monies advanced or paid out by Beneficiary to the Trustor or to the Trustor pursuant to the provisions of this deed of trust, and payment of all indebtedness of the Trustor to the Beneficiary; or to the Trustee which may exist or be contracted for during the life of the instrument, with interest, and also as security for the payment and performance of every obligation, covenant, promise or agreement contained hereto or contained in any promissory note or notes secured hereby.

FOURTH: The expenses and costs incurred or paid by Beneficiary or Trustee in preservation or enforcement of the rights and remedies of Beneficiary and the duties and liabilities of Trustor hereunder, including, but not limited to, attorney's fees, court costs, witness' fees, collection costs and as expenses paid by Beneficiary or Trustee in performing for Trustor's account any obligations of Trustor or to protect the rents or profits thereon.

AND THIS INDENTURE FURTHER WITNESSETH:

1. Trustor promises and agrees to pay when due all assessments, dues and membership fees imposed by or owing to THE RIDGE TAHOE PROPERTY OWNERS ASSOCIATION upon the above-described premises and shall not permit said dues to become a lien upon the premises; in compliance with all laws affecting said property and not to convert or permit any acts upon said property in violation of any law, covenant, condition or restriction affecting said property.
2. Annually, Trustor agrees to cause to be delivered to Beneficiary or to the collection agent of Beneficiary a certified copy of the original policy or policies of insurance purchased by THE RIDGE TAHOE PROPERTY OWNERS ASSOCIATION along with copies of paid receipts.
3. Trustor promises and agrees that if default be made in the payment when due of any installment of principal or interest, or obligation, in accordance with the terms of any note secured hereby, or in the performance of any of the covenants, promises or agreements contained herein; or if the Trustor becomes insolvent or makes a general assignment for the benefit of creditors; or if a petition in bankruptcy is filed by or against the Trustor, or if a proceeding be voluntarily or involuntarily instituted for reorganization or other debtor relief provided for by the bankruptcy act; EXCEPT AS PROVIDED IN PARAGRAPH 11 IF THE TRUSTOR SHALL SELL, TRANSFER, HYPOTHECATE, EXCHANGE OR OTHERWISE AGREE TO SELL BY CONTRACT OR OTHERWISE BE DIVESTED OF TITLE IN ANY MANNER OR WAY, WHETHER VOLUNTARILY OR INVOLUNTARILY, OR BY THE OPERATION OF LAW OR OTHERWISE, then upon the happening of any such event, the Beneficiary, at its option may declare all promissory notes, rents and obligations secured hereby immediately due and payable without demand or notice, irrespective of the maturity dates upon the notes, and Beneficiary or Trustee may record a notice of such breach or default and elect to cause said property to be sold to satisfy the indebtedness and obligations secured hereby.
4. The following covenants, Nos. 1, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37, 38, 39, 40, 41, 42, 43, 44, 45, 46, 47, 48, 49, 50, 51, 52, 53, 54, 55, 56, 57, 58, 59, 60, 61, 62, 63, 64, 65, 66, 67, 68, 69, 70, 71, 72, 73, 74, 75, 76, 77, 78, 79, 80, 81, 82, 83, 84, 85, 86, 87, 88, 89, 90, 91, 92, 93, 94, 95, 96, 97, 98, 99, 100, when not inconsistent with covenants and provisions contained herein, are hereby adopted and made a part of this deed of trust.
5. The rights and remedies hereby granted shall not exclude any other rights or remedies granted by law, and all rights and remedies granted hereunder or permitted by law shall be cumulative and cumulative.
6. The benefits of the covenants, terms, conditions and agreements herein contained shall accrue to, and the obligations thereof shall bind, the heirs, representatives, successors and assigns of the parties hereto and the Beneficiary hereof.
7. Whenever used, the singular number shall include the plural, the plural the singular and the use of any gender shall include all other genders, and the term "Beneficiary" shall include any part of the indebtedness hereby secured, or any transferee thereof whether by operation of law or otherwise.
8. As an additional security, Trustor hereby gives to and confers upon Beneficiary the right, power and authority during the continuance of these trusts, to collect the rents, issues and profits of said property, reserving unto Trustor the right, prior to any default by Trustor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, to collect and retain such rents, issues and profits in any amount due and payable. Upon any such default, Beneficiary may at any time and at its option, either in person, or by agent or by a receiver to be appointed by a court, and without regard to the adequacy of any security of the indebtedness hereby secured, enter upon and take possession of said property or any part thereof, in its own name and or otherwise collect such rents, issues and profits, including those past due and unpaid, and apply the same less costs and in payment of operation and collection, including reasonable attorney's fees, upon any indebtedness secured hereby, and to such order as Beneficiary may determine. The entering upon and taking possession of said property, the collection of such rents, issues and profits and the application thereof as aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.
9. The trusts created hereby are irrevocable by the Trustor.
10. Beneficiary hereby agrees that in the event of default under the terms of this deed of trust and upon the return to Beneficiary the Exhibit "A" and property; that the liability of Trustor shall be limited to all monies paid to date of the return of Exhibit "A" and property and that no deficiency judgment shall be against the Trustor.
11. This deed of trust may not be assumed without the prior written consent of Beneficiary. Should Beneficiary not declare all sums due in accordance with Paragraph 3 above then this deed of trust may only be assumed when the following conditions have been met: the payment to Beneficiary or assign of an assumption fee of \$150.00 per \$100,000 of loan; credit approval of new purchaser; and completion of an acceptance form and a statement of acknowledgment by the new purchaser of all conditions mentioned herein.

IN WITNESS WHEREOF, the Trustor has executed this deed of trust this day and year first above written.

STATE OF NEVADA COUNTY OF Douglas

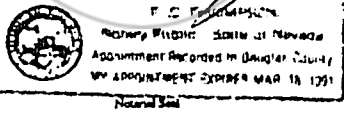
On June 20, 1987 personally

appeared before me, a Notary Public, GENE J. POLZAK AND GLORIA POLZAK AND CLIFF F. MARKS AND DOROTHY P. MARKS

knows to me, who acknowledged that he executed the above instrument.

Signature

TRUSTEE: Gene J. Polzak, Gloria Polzak, Cliff F. Marks, Dorothy P. Marks. If executed by a Corporation the Corporation Form of Acknowledgment must be used.



Title Order No. 0617787 Escrow or Loan No. 3312647

WHEN RECORDED MAIL TO: FIRST NEVADA TITLE CO. P.O. BOX 3745 STATELINE, NEVADA 89449

SPACE BELOW THIS LINE FOR RECORDERS USE ONLY

EXHIBIT "A"

PARCEL ONE:

An undivided 1/51st interest in and to that certain condominium described as follows:

- (A) An undivided 1/20th interest, as tenants-in-common, in and to Lot 33, of Tahoe Village Unit No. 3, Fifth-Amended Map, recorded October 29, 1981, as Document No. 61612 as corrected by Certificate of Amendment recorded November 23, 1981, as Document No. 62661, all of Official Records Douglas County, State of Nevada. Except therefrom units 121 to 140 as shown and defined on the certain condominium plan recorded August 20, 1982, as Document No. 70305 of Official Records.
- (B) Unit No. 126, as shown and defined on said last mentioned map as corrected by said Certificate of Amendment.

PARCEL TWO:

A non-exclusive right to use the real property known as Parcel "A" on the Official Map of Tahoe Village Unit No. 3, recorded January 22, 1973, as Document No. 63805, of Official Records of said County and State for, all those purposes provided for in the Declaration of Covenants, Conditions and Restrictions, recorded January 11, 1973, as actions recorded January 11, 1973, as Document No. 63681, in Book 173, Page 229 of Official Records and in the Modification thereof, recorded September 28, 1973, as Document No. 69063 in Book 973, Page 812 of Official Records and recorded July 2, 1976, as Document No. 1472 in Book 776, Page 87 of Official Records.

PARCEL THREE:

A non-exclusive easement for ingress and egress and recreational purposes and for use and enjoyment and incidental purposes over, on and through Lots 29, 39, 40 and 41 as shown on said Tahoe Village Unit No. 3, Fifth-Amended Map and as corrected by said Certificate of Amendment.

PARCEL FOUR:

- (A) A non-exclusive easement for roadway and public utility purposes as granted to Harich Tahoe Developments in deed re-recorded December 8, 1981, as Document No. 63028, being over a portion of Parcel 26-A (described in Document No. 01112, recorded June 17, 1976) in Section 30, Township 13 North, Range 19 East M.D.M.
- (B) An easement for ingress, egress and public utility purposes 32' wide, the centerline of which is shown and described on the Fifth-Amended Map of Tahoe Village No. 3, recorded October 29, 1981, as Document No. 61612, and amended by Certificate of Amendment recorded November 23, 1981, as Document No. 62661 Official Records, Douglas County, State of Nevada.

PARCEL FIVE:

The Exclusive right to use said UNIT and the non-exclusive right to use the real property referred to in subparagraph (A) of Parcel One and Parcels Two, Three and Four above during ONE "use week" within the WINTER "use season", as quoted terms are defined in the Declaration of Restrictions, recorded September 17, 1982 as Document No. 71000 of Said Official Records.

The above described exclusive and non-exclusive rights may be applied to any available unit in the project, during said alternate use week within said season.

CERTIFIED COPY

The foregoing instrument is a full, true, and correct copy of the original on file in the Office of the County Recorder of Douglas County, State of Nevada.

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

Witnessed my hand this 14th day of '87 JUN 30 AM 1:31

Suzanne Beureau

Linda Platter

Deputy Recorder

SUZANNE BEUREAU
RECORDER

PAID \$6.00 DEPUTY

157402

SEAL

174518

BOOK 687 PAGE 3801

BOOK 388 PAGE 2214

REQUESTED BY
FIRST NEVADA TITLE COMPANY

IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

'88 MAR 16 P3:56

SUZANNE BEAUDREAU
RECORDER

174518

S. T. PARK DEPUTY

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