

SHORT FORM DEED OF TRUST AND ASSIGNMENT OF RENTS

ORDER NO.: 02-1065

THIS DEED OF TRUST, made this 30th day of March, 1988, between

JACK HALL and CHERYL HALL, herein called TRUSTOR,

whose address is 895 Foothill, Gardnerville, NV 89410 (number and street) (city) (state) (zip) and

STEWART TITLE OF DOUGLAS COUNTY, a Nevada corporation, herein called TRUSTEE, and

DOROTHY TOWNE TRUST, herein called BENEFICIARY,

WITNESSETH: That Trustor irrevocably grants, transfers and assigns to Trustee in trust, with power of sale, that property in Douglas County, Nevada, described as:

Parcel 3 of that certain parcel map for Jack and Cheryl Hall recorded MARCH 11, 1988 in Book 388, Page 1484 in Official Records of Douglas County, Nevada as Document NO. 174178.

This deed of trust is a 1st deed of trust and subject to Exhibit A.

Together with the rents, issues and profits thereof, subject, however, to the right, power and authority hereinafter given to and conferred upon Beneficiary to collect and apply such rents, issues and profits.

For the purpose of securing (1) payment of the the sum of \$80,000.00 with interest thereon according to the terms of a promissory note or notes of even date herewith made by Trustor, payable to order of Beneficiary, and all extensions or renewals thereof; and (2) the performance of each agreement of Trustor incorporated herein by reference or contained herein; (3) payment of additional sums and interest thereon which may hereafter be loaned to Trustor, or to his successors or assigns, when evidenced by a promissory note or notes reciting that they are secured by this Deed of Trust.

To protect the security of this Deed of Trust, and with respect to the property above described, Trustor expressly makes each and all of the agreements, and adopts and agrees to perform and be bound by each and all of the terms and provisions set forth in subdivision A, and it is mutually agreed that each and all of the terms and provisions set forth in subdivision B of the fictitious Deed of Trust recorded in the office of each County Recorder in the State of Nevada, in the book and at the page thereof, or under the document file number, noted below opposite the name of such county, namely:

COUNTY	BOOK	PAGE	DOC. NO.	COUNTY	BOOK	PAGE	DOC. NO.
Carson City	Off. Rec.		000-52876	Lincoln	73 Off. Rec.	248	86043
Churchill	Off. Rec.		224333	Lyon	Off. Rec.		0104086
Clark	861226 Off. Rec.		00857	Mineral	112 Off. Rec.	352	078762
Douglas	1286 Off. Rec.	2432	147018	Nye	558 Off. Rec.	075	173588
Elko	545 Off. Rec.	316	223111	Pershing	187 Off. Rec.	179	151646
Esmeralda	110 Off. Rec.	244	109321	Storey	055 Off. Rec.	555	58904
Eureka	153 Off. Rec.	187	106692	Washoe	2464 Off. Rec.	0571	1126264
Humboldt	223 Off. Rec.	781	266200	White Pine	104 Off. Rec.	531	241215
Lander	279 Off. Rec.	034	137077				

shall inure to and bind the parties hereto with respect to the property above described. Said agreement, terms and provisions contained in said subdivision A and B, (identical in all counties, and printed on the reverse side hereof) are by the within reference thereto, incorporated herein and made a part of this Deed of Trust for all purposes as fully as if set forth at length herein, and Beneficiary may charge for a statement regarding the obligation secured hereby, provided the charge therefor does not exceed a reasonable amount. The Beneficiary or the collection agent appointed by him may charge a fee of not to exceed \$15.00 for each change in parties, or for each change in a party making or receiving a payment secured hereby.

The undersigned Trustor requests that a copy of any notice of default and any notice of sale hereunder be mailed to him at his address hereinbefore set forth.

STATE OF NEVADA }  
COUNTY OF DOUGLAS } ss.

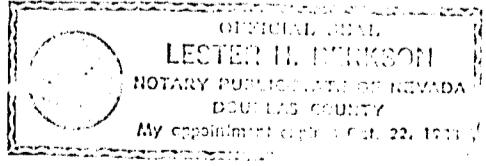
On APRIL 4th, 1988 personally appeared before me, a Notary Public,

JACK HALL AND CHERYL HALL

Jack Hall  
JACK HALL  
Cheryl Hall  
CHERYL HALL

who acknowledged that He executed the above instrument.

Signature Lester H. Benson  
(Notary Public)



WHEN RECORDED MAIL TO:  
DOROTHY TOWNE  
16006 S. VIRGINIA ROAD  
RENO, NV 89511

FOR RECORDER'S USE  
  
**175695**  
BOOK **488** PAGE **549**

EXHIBIT A

Borrowers acknowledge this loan is made by Lender in reliance upon Borrowers' express promise that the loan proceeds will be utilized by Borrowers for construction of improvements upon the secured property. Construction to include all on-site and off-site improvements, architects and engineers fees, supervisory fees, permit fees, costs of all materials and labor, loan fees, costs and payments and other expenses related to the construction, financing and completion of improvements on the secured property.

Payments to be advanced pursuant to this Note and Deed of Trust as follows:

1. \$20,000 upon recordation of the first deed of trust as security for this note.
2. \$20,000 upon verification of completion of thirty percent (30%) of the improvements.
3. \$20,000 upon verification of completion of sixty percent (60%) of the improvements.
4. \$10,000 upon verification of completion of ninety percent (90%) of the improvements.
5. \$10,000 upon Borrowers obtaining a certificate of occupancy from Douglas County.
6. Verification to be by affidavit of Jack Hall as to the progress of completion accompanied by lien releases of persons who have supplied materials or labor to the project. Verification subject to approval of Lender's representative, Bill Knuth.

Jack Hall is to obtain all necessary approvals for the completion of construction and agrees to diligently complete the improvements to be constructed and to obtain a certificate of occupancy for the home to be constructed.

In the event the secured property is sold, then at the option of Lender the entire unpaid balance of the note may be accelerated and payment demanded.

Trustor shall have the right to transfer the secured property to a partnership or corporation in which Trustor retains a fifty percent (50%) interest.

APPROVED:

4-4-88  
Date

4/4/88  
Date

Jack Hall  
JACK HALL  
Cheryl Hall  
CHERYL HALL

APPROVED:

DOROTHY TOWNE TRUST

March 21, 1988  
Date

By Dorothy Towne  
STEWART TITLE OF DOUGLAS COUNTY  
IN OFFICIAL RECORDS OF  
DOUGLAS CO. NEVADA

'88 APR -6 P3:56

SUZANNE BEAUDREAU  
RECORDER  
6.00 PAID SP DEPUTY

BOOK 175695  
PAGE 488 550