

DEED OF TRUST

This Deed of Trust, Made this 25th day of April, 1988.

Between CHARLES R. MANCHESTER and CAROLYN LEE MANCHESTER, husband and wife, herein called TRUSTOR,

DON VINCENT of PONDEROSA INSURANCE COMPANY, herein called Trustee,

and PONDEROSA INSURANCE COMPANY OF NEVADA, herein called BENEFICIARY.

WITNESSETH: That Trustor hereby GRANTS to TRUSTEE, IN TRUST, WITH POWER OF SALE, all that property

in the County of DOUGLAS State of NEVADA, described as:

Lot 1 Block A Tract Kingsbury Heights

filed in the Office of the County Recorder - Document No. 14738 as per map recorded in Book Page of Maps, Miscellaneous Records

in the office of the County Recorder of DOUGLAS County.

FOR THE PURPOSE OF SECURING payment to the said Beneficiary, of the monies due to and of all losses, damages, expenditures and liability suffered, sustained, made or incurred by the surety company, hereinafter called the Surety or Beneficiary (and as more fully set forth and described in a certain indemnity agreement, which agreement is made a part hereof by reference as though fully set forth)

on account of, growing out of, or resulting from the execution of a certain bond on behalf of MANCHESTER ENTERPRISES, INC.

125,000.00 PERFORMANCE BOND

in the matter of KINGSBURY GENERAL IMPROVEMENT DISTRICT vs. MANCHESTER AND FOR WHICH AMOUNTS and the matters set forth in the said indemnity agreement, the presents are security.

IT IS AGREED AND CONDITIONED that a certificate signed by the Beneficiary at any time hereafter setting forth that the said bond has been declared forfeited or that a loss, damage, expenditures or liability has been sustained by the Surety or Beneficiary on account of the aforesaid Undertaking; the date or dates and amount or amounts of such loss, damages, expenditures and/or liability; that payment has been demanded of the party or parties on whose behalf the aforesaid Undertaking was or is about to be executed; and that such loss, damages, expenditures or determined liability has not been paid to the Beneficiary, shall be conclusive and binding on the Trustor, and shall be the warrant of the Trustee to proceed forthwith to foreclose and sell upon the security herein, and from the proceeds of sale (after deducting expenses including cost and search of evidence of title) pay to the Beneficiary the amount so certified, including interest at ten per cent per annum from demand to date of payment and attorney's fees.

IT IS FURTHER AGREED THAT: Upon Delivery of said Certificate to Trustee, Beneficiary may declare all sums or obligations secured hereby due and payable by delivery to Trustee of written declaration of default and demand for sale and of written notice of default and of election to cause to be sold said property, which notice Trustee shall cause to be duly filed for record.

THE UNDERSIGNED TRUSTOR REQUESTS that a copy of any notice of default and of any notice of sale hereunder be mailed to him at his mailing address opposite his signature hereto. Failure to insert such address shall be deemed a waiver of any request hereunder for a copy of such notices.

Signature of Trustor

STREET AND NUMBER

CITY

STATE

Charles R. Manchester 158 Hall Court Stateline, Nevada 89449

CHARLES R. MANCHESTER

CAROLYN LEE MANCHESTER

STATE OF NEVADA }
COUNTY OF DOUGLAS } ss.

On this 25th day of April, 1988, before me, the undersigned, a Notary Public in and for said County and State, personally appeared

Charles R. Manchester and Carolyn Lee Manchester

known to me to be the person whose name is subscribed to the within instrument, and acknowledged that they executed the same.

WITNESS my hand and official seal

(SEAL) Notary Public in and for said County and State

SPACE BELOW FOR RECORDER'S USE ONLY

REQUESTED BY Surety of Nevada Inc. RECORDS OF

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CLARENCE BLAUGREAU RECORDER

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500 PAID DEPUTY

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