

WHEN RECORDED MAIL TO:
JANICE K. CONDON
1183 MANHATTAN WAY
GARDNERVILLE, NV 89410

DEED OF TRUST WITH ASSIGNMENT OF RENTS

THIS DEED OF TRUST, made October 2, 1992, 1992, between MICHELLE J. GABLER-HERZ, Trustee of THE MICHELLE J. GABLER-HERZ FAMILY TRUST, herein called "Trustor", whose address is: 1558 1st Street, Minden, Nv 89423, WESTERN TITLE COMPANY, INC., a Nevada corporation, herein called "Trustee", and THOMAS A. ABDOO, an unmarried man, herein called "Beneficiary", whose address is: 1268 Old Foothill Road, Gardnerville, Nv 89410,

W I T N E S S E T H:

That Trustor irrevocably grants to Trustee in trust, with power of sale, all interest of Trustor in that certain property situate in the County of Douglas, State of Nevada, more particularly described as follows:

SEE EXHIBIT "A" ATTACHED HERETO.

TOGETHER WITH, the tenements, hereditaments and appurtenances thereunto belonging or appertaining, and the reversion and reversions, remainder and remainders, rents, issues and profits thereof, subject, however, to the right of Beneficiary, during any period of default hereunder, and without waiver of such default, to collect said rents, issues and profits by any lawful means, and to apply the same, less costs and expenses of collection, to any indebtedness secured hereby.

FOR THE PURPOSE OF SECURING: (1) Payment of the principal sum of \$40,000.00, 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; (2) the performance of each agreement of Trustor incorporated herein by reference or contained herein; and (3) payment of such additional sums which may hereafter be loaned to Trustor by Beneficiary when evidenced by a promissory note or notes reciting that they are secured by this Deed of Trust.

SEE EXHIBIT "A" ATTACHED HERETO FOR "DUE ON SALE" CLAUSE AND THIS INDENTURE FURTHER WITNESSETH:

1. Trustor agrees to properly care for and keep said property in good condition and repair; not to remove or demolish any building thereon; to complete in a good and workmanlike manner any building which may be constructed thereon, and to pay when due all claims for labor performed and materials furnished therefor; to comply with all laws, ordinances and regulations relating to any alterations or improvements made thereon; not to commit or permit any waste thereof; not to commit, suffer or permit any act to be done in or upon said property in violation of any law, covenant, condition or restriction affecting said property; to cultivate, irrigate, fertilize, fumigate, prune and/or do any other act or acts, all in a timely and proper manner, which, from the character or use of said property, may be reasonably necessary, the specific enumerations herein not excluding the general.

2. Trustor agrees to pay and discharge all costs, fees and expenses of this trust incurred in connection with any default by Trustor.

3. During the continuance of this trust, Trustor covenants to keep all buildings that may now or at any time be on said property in good repair and insured against loss by fire, with extended coverage endorsement, in a company or companies authorized to issue such insurance in the State of Nevada. Said insurance shall be in such sum or sums as shall equal the total indebtedness secured by this Deed of Trust and all obligations having priority over this Deed of Trust, or the maximum full

insurable value of such buildings, whichever is less. Said insurance shall be payable to Beneficiary to the amount of the unsatisfied obligation to Beneficiary hereby secured. The policy or policies of said insurance shall be delivered to Beneficiary or to the collection agent of Beneficiary, as further security, and in default thereof, Beneficiary may procure such insurance and/or make such repairs, and expend for either of such purposes such sum or sums as Beneficiary shall deem necessary. The amount collected by Beneficiary under any fire or other insurance policy may be applied by Beneficiary upon the indebtedness secured hereby and in such order as Beneficiary may determine, or, at the option of Beneficiary, the entire amount so collected, or any part thereof, may be released to Trustor. Such application or release shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

4. Trustor promises and agrees that if, during the existence of this trust, there be commenced or pending any suit or action affecting said property, or any part thereof, or the title thereto, or if any adverse claim for or against said property, or any part thereof, be made or asserted, he will appear in and defend any such matter purporting to affect the security and will pay all costs and damages arising because of such action.

5. Any award of damages in connection with any condemnation for public use of, or injury to said property, or any part thereof, is hereby assigned and shall be paid to Beneficiary, who may apply or release such moneys received by him in the same manner and with the same affect as herein provided for disposition of proceeds of insurance.

6. Trustee shall be under no obligation to notify any party hereto of any pending sale of said property, whether such sale is by foreclosure or otherwise, or of any action or proceeding in which Trustor or Beneficiary or Trustee shall be a party, unless brought by Trustee.

7. By accepting payment of any sum secured hereby after its due date, Beneficiary does not waive his right either to require prompt payment, when due, of all other sums so secured or to declare default, as herein provided, for failure to so pay.

8. At any time, and from time to time, without liability therefor and without notice to Trustor, upon written request of Beneficiary and presentation of this Deed of Trust and the note secured hereby for endorsement, and without affecting the personal liability of any person for payment of the indebtedness secured hereby or the effect of this Deed of Trust upon the remainder of said property, Trustee may: reconvey any part of said property; consent in writing to the making of any map or plat thereof; join in granting any easement thereon, or join in any extension agreement or subordination agreement in connection herewith.

9. Upon receipt of written request from Beneficiary reciting that all sums secured hereby have been paid and upon surrender of this Deed of Trust and the note secured hereby to Trustee for cancellation and retention, or such other disposition as Trustee, in its sole discretion, may choose, and upon payment of its fees, the Trustee shall reconvey, without warranty, the property then held hereunder. The recitals in such reconveyance of any matters of fact shall be conclusive proof of the truth thereof. The Grantee in such reconveyance may be described in general terms as "the person or persons legally entitled thereto".

10. Should Trustor default in the payment of any indebtedness secured hereby, or in the performance of any of the covenants and agreements herein contained or incorporated herein by reference, Beneficiary may declare all sums secured hereby immediately due and payable.

11. The following covenants Nos. 1, 3, 4 (interest 12%), 5, 6, 7 (counsel fees-a reasonable percentage), 8 and 9 of Nevada Revised Statutes 107.030, are hereby adopted and made a part of this Deed of Trust.

12. Trustor agrees to pay any deficiency arising from any cause after application of the proceeds of the sale held in accordance with the provisions of the covenants hereinabove adopted by reference.

13. This Deed of Trust applies to, inures to the benefit of, and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, successors, and assigns. It is expressly agreed that the Trust created hereby is irrevocable by Trustor.

14. Trustee accepts this trust when this Deed of Trust, duly executed and acknowledged, is made a public record as provided by law, reserving, however, unto the Trustee, the right to resign from the duties and obligations imposed herein whenever Trustee, in its sole discretion, deems such resignation to be in the best interest of the Trustee. Written notice of such resignation shall be given to Trustor and Beneficiary.

15. In this Deed of Trust, whenever the context so requires, the masculine gender includes the feminine and/or neuter, and the singular number includes the plural. The term "Beneficiary" includes any future holder of the note secured hereby. The term "Trustor" includes the term "Grantor".

16. Provided Trustor is not presently in default of the terms of this Deed of Trust or the note secured hereby, upon the prior written request of Trustor, Beneficiary agrees, upon the terms and conditions hereinafter set forth, to execute a document requesting the release of the lien of this Deed of Trust from a parcel contained within the encumbered property. The conditions are as follows:

(a) The release shall not violate any subdivision law or parcel map law of Douglas County or the State of Nevada.

(b) All fees and costs incurred in connection with the release shall be paid by Trustor.

(c) The parcel to be released shall be that parcel which is closest to Kingsbury Grade subsequent to the parcelling of the subject property.

(d) The release shall not cause the property which remains encumbered to not have reasonable ingress and egress to public roads and reasonable access to public utilities.

(e) At the time of the release, a payment in the amount of \$20,000.00 shall be paid to the principal of the note secured hereby.

(f) The property which is the subject of this Deed of Trust shall have first been parcelled into two or more lots.

TRUSTOR:

Michelle J. Gabler-Herz
Michelle J. Gabler-Herz, Trustee

STATE OF NEVADA)
) ss
COUNTY OF DOUGLAS)

On October 29, 1992, personally appeared before me, a Notary Public, MICHELLE J. GABLER-HERZ, personally known (or proved) to me to be the person(s) whose name(s) is/are subscribed to the above instrument who acknowledged that he/she/they executed the instrument.

Charlene L. Hanover
Notary Public

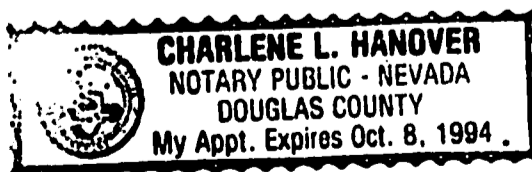


EXHIBIT "A"
LEGAL DESCRIPTION

DESCRIPTION

All that certain lot, piece or parcel of land situate in the County of Douglas, State of Nevada, described as follows:

A parcel of land, located in the Southeast 1/4 of the Northwest 1/4 of the Northwest 1/4 of Section 3, Township 13 North, Range 19 East, M.D.B.&M., Douglas County, Nevada, more particularly described as follows:

COMMENCING at the Southwest corner of Section 3, Township 13 North, Range 19 East, proceed North 28°02'41" East 4247.55 feet to the TRUE POINT OF BEGINNING, which is the Northwest corner of the parcel, and lies on the Easterly right of way line of Jacks Valley Road; thence North 89°59'00" East 202.07 feet to the Northeast corner of the parcel thence South 18°03'00" West 292.45 feet to the Southeast corner of parcel; thence South 89°59'00" West, 220.62 feet to the Southwest corner of parcel; which lies on the East right of way line of Jacks Valley Road; thence North 21°26'06" East, 298.92 feet along the East right of way line of Jacks Valley Road to the TRUE POINT OF BEGINNING.

A.P.N. 17-042-05

DUE ON SALE CLAUSE:

IN THE EVENT THE TRUSTOR SELLS, CONVEYS OR ALIENATES THE WITHIN DESCRIBED REAL PROPERTY, OR CONTRACT TO SELL, CONVEY OR ALIENATE, OR IS DIVESTED OF TITLE IN ANY OTHER MANNER WITHOUT THE APPROVAL OF AN ASSUMPTION OF THIS OBLIGATION BY THE BENEFICIARY BEING FIRST OBTAINED, BENEFICIARY SHALL HAVE THE RIGHT TO DELCARE THE UNPAID BALANCE DUE AND PAYABLE IN FULL, IRRESPECTIVE OF THE MATURITY DATED EXPRESSED ON THE NOTE SECURED HEREBY.

REQUESTED BY
WESTERN TITLE COMPANY, INC.
IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

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SUZANNE BEAUDREAU
RECORDER

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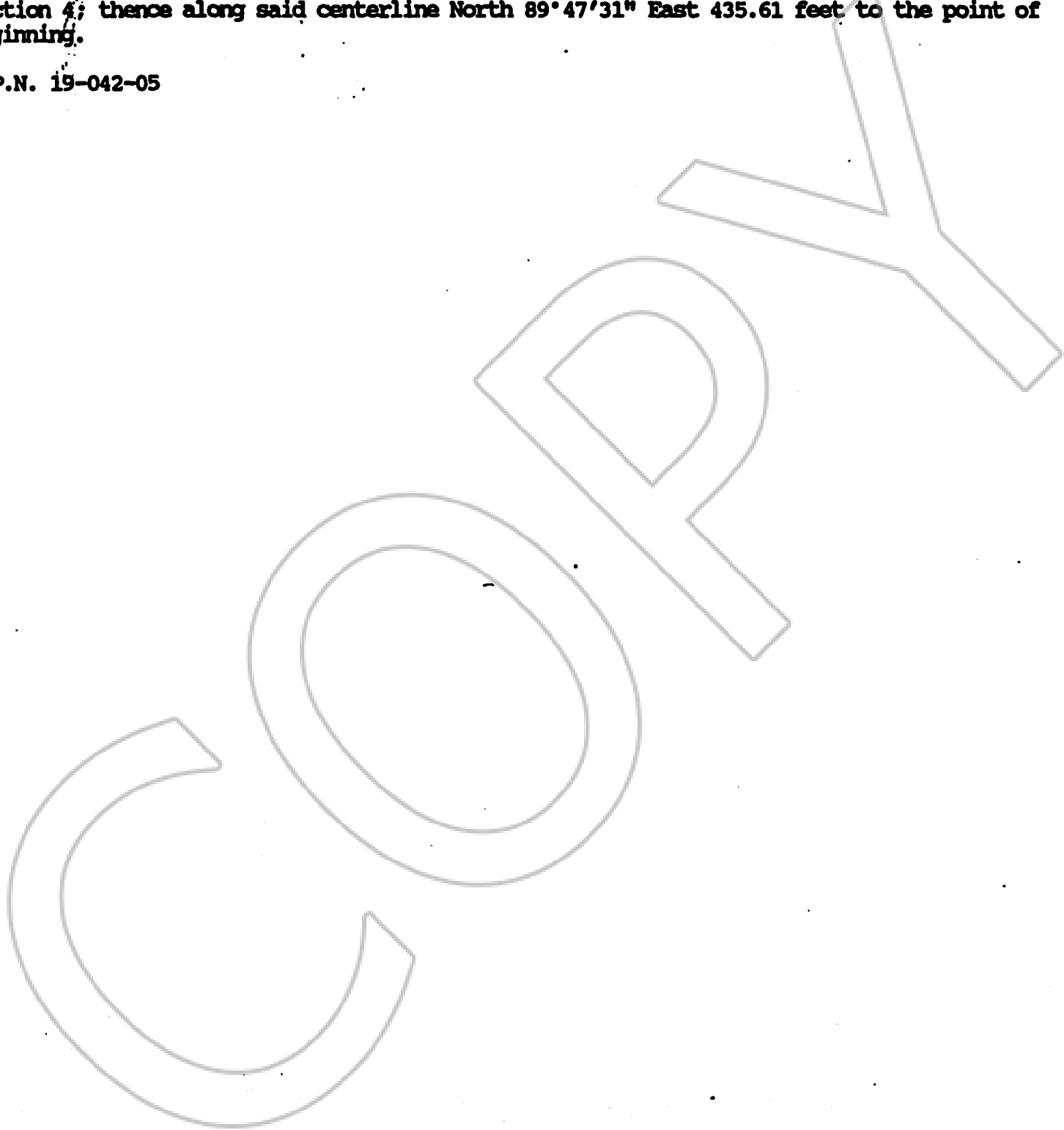
DESCRIPTION

All that certain lot, piece, or parcel of land situate in the County of Douglas, State of Nevada, described as follows:

A parcel of land lying within the Southeast 1/4 of the Northeast 1/4 of Section 4 in Township 12 North, Range 19 East, M.D.B.&M., and being further described as follows:

Beginning at the 1/4 corner common to Sections 3 and 4; thence Northerly along the Section line common to said Sections North 00°09'00" East 259.72 feet; thence South 89°47'31" West 685.41 feet to a point on the Easterly right of way line of State Route 19 (Kingsbury Grade); said point lying on a curve from which the center bears North 50°00'30" East a distance of 1125.00 feet; thence Southeasterly along said curve through a central angle of 04°26'30" an arc distance of 87.21 feet; thence tangent to said curve South 44°27'00" East a distance of 271.76 feet to a point on the East-West centerline of Section 4; thence along said centerline North 89°47'31" East 435.61 feet to the point of beginning.

A.P.N. 19-042-05



REQUESTED BY
WESTERN TITLE COMPANY, INC.
IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

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SUZANNE BEAUDREAU
RECORNER
8/11/00 PAID *ke* DEPUTY