

WHEN RECORDED MAIL TO:
WESTERN TITLE COMPANY, INC.

Forclosure No. P71828JCF

**NOTICE OF BREACH AND DEFAULT AND OF ELECTION TO CAUSE
SALE OF REAL PROPERTY UNDER DEED OF TRUST**

IN MATTER OF DEED OF TRUST made by PRUETT RANCHES, INC., a Nevada Corporation

Trustor, to PACIFIC TITLE INC., a Nevada corporation*

Trustee, dated September 7, 199, recorded September 12, 1994, as Document No. 345898, in Book 994, Page 1649, of Official Records, in the office of the County Recorder of DOUGLAS County, Nevada, securing among other obligations, 1 Note(s) for \$350,000.00, in favor of NOVASEL & SCHWARTE INVESTMENTS, INC. DBA WESTERN HIGHLAND MORTGAGE COMPANY

*WESTERN TITLE COMPANY, INC. was substituted as Trustee by Substitution of, or order, Trustee recorded 12-28-95, Book 1295, Page 4323, Doc.No. 377730, Douglas County, Nevada records

NOTICE IS HEREBY GIVEN that breach of an obligation for which said Deed of Trust is security has occurred in that there has been default as follows; NON-PAYMENT OF THAT CERTAIN MONTHLY INSTALLMENT WHICH BECAME DUE ON 11/1/95 AND ANY AND ALL SUBSEQUENT INSTALLMENTS WHICH MAY BECOME DUE PLUS ADVANCES, IF ANY, MADE ON PRIOR ENCUMBRANCES, REAL ESTATE TAXES, SPECIAL ASSESSMENTS, FIRE INSURANCE PREMIUMS, ATTORNEY FEES, LATE CHARGES AND FORECLOSURE FEES.

There is now owing and unpaid on said note the sum of \$350,000.00 principal and/interest thereon from 11/1/95 PLUS

By reason of said breach and default, it is hereby declared that the whole of said unpaid amount of said note and all other sums secured by said Deed of Trust is immediately due and payable, and notice is hereby given of the election of the undersigned to cause WESTERN TITLE COMPANY, INC. as substituted

, Trustee thereunder to sell the property described therein in the manner provided in said Deed of Trust, and notice is further hereby given that the undersigned heretofore executed and deliberated to said TRUSTEE a written declaration of said breach and default and a written demand for the sale of said property.

NOTICE

YOU MAY HAVE THE RIGHT TO CURE THE DEFAULT HEREIN AND REINSTATE THE OBLIGATION SECURED BY SUCH DEED OF TRUST ABOVE DESCRIBED. SECTION 107.080 NRS PERMITS CERTAIN DEFAULTS TO BE CURED UPON THE PAYMENT OF THE AMOUNTS REQUIRED BY THAT SECTION WITHOUT REQUIRING PAYMENT OF THAT PORTION OF PRINCIPAL AND INTEREST WHICH WOULD NOT BE DUE HAD NO DEFAULT OCCURED. WHERE REINSTATEMENT IS POSSIBLE, IF THE DEFAULT IS NOT CURED WITHIN 35 DAYS FOLLOWING THE RECORDING AND MAILING TO TRUSTOR OR TRUSTOR'S SUCCESSOR IN INTEREST OF THIS NOTICE, THE RIGHT OF REINSTATEMENT WILL TERMINATE AND THE PROPERTY MAY THEREAFTER BE SOLD.

To determine if reinstatement is possible and the amount, if any, necessary to cure default, contact the TRUSTEE.

STATE OF NEVADA

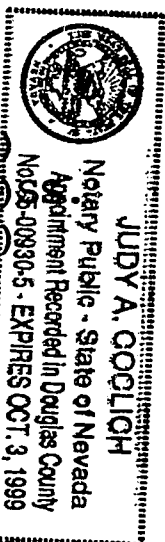
County of DOUGLAS

On December 28, 1995 before me, a notary public, personally appeared

RICHARD M. SCHWARTE, VICE PRESIDENT

personally known or proved to me to be the person(s) whose name(s) is subscribed to the above instrument who acknowledged that he executed the instrument.

Notary Public



NOVASEL & SCHWARTE INVESTMENTS, INC
DBA WESTERN HIGHLAND MORTGAGE COMPANY

BY: [Signature]
RICHARD M. SCHWARTE, VICE PRESIDENT

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

'95 DEC 28 P3:29

LINDA SLATER
RECORDER
PAID 7.00 DEPUTY

377731

BK 1295 PG 4324