2803048A

RESCISSION OF NOTICE OF DEFAULT AND ELECTION TO SELL

THIS RESCISSION OF NOTICE OF DEFAULT AND ELECTION TO SELL is made this 25th day of September, 1996, by the undersigned.

WHEREAS, the undersigned is the present beneficiary under that certain deed of trust (the "Deed of Trust") executed by Nsikan Udofia, a single woman and Gene R. Hughes, a single man together as joint tenants with right of survivorship, recorded in Book 795 at Page 4041 as Document Number 366930 in the Official Records of Douglas County, Nevada; and

WHEREAS, the undersigned declared a default under the terms of the Deed of Trust and caused that certain Notice of Default and Election to Sell to be recorded in Book 596 at Page 4634 as Document Number 388674 in the Official Records of said County; and

WHEREAS, the undersigned wishes to rescind said Notice of Default and Election to Sell.

NOW, THEREFORE, the undersigned declares that upon the recording hereof in the Official Records of said County, the aforementioned Notice of Default and Election to Sell is rescinded, cancelled and withdrawn and shall be of no further force or effect; not withstanding the foregoing, the undersigned reserves all rights and remedies as set forth in the Deed of Trust or elsewhere, including applicable law, and this Rescission by the undersigned and any forebearance by the undersigned of its rights and remedies under the Deed of Trust or the promissory note which it secures or under any other loan documents executed in connection with or related to either of them or otherwise afforded shall not be deemed a waiver of or preclude the exercise of any such right or remedy of the undersigned.

Harich Tahoe Developments, a
Nevada General Partnership

By: Lakewood Development Inc.,
a Nevada Corporation, Managing
General Partner

By: _____
Name: Brian R. Walkerley
Title: Assistant Treasurer

STATE OF NEVADA)
) ss
COUNTY OF DOUGLAS)

On this 25th day of September, 1996, before me, a notary public, in and for said county and state, personally appeared Brian R. Walkerley who is the Assistant Treasurer of Lakewood Development Inc., a Nevada corporation, managing general partner of Harich Tahoe Developments, a Nevada general partnership, personally known to me to be the person who executed the above instrument on behalf of the said partnership, and acknowledged to me that he executed the same for the purposes therein stated.

Karen Echols
Notary Public

When recorded, mail to:

Harich Tahoe Developments
Post Office Box 5790
Stateline, Nevada 89449

KAREN ECHOLS
Notary Public - State of Nevada
Appointment Recorded in Douglas County
MY APPOINTMENT EXPIRES JAN. 10, 1997

REQUESTED BY
Stewart Title of Douglas County
IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

'96 OCT -3 A10:00

LINDA SLATER
RECORDER
$ 7.00 PAID BK DEPUTY

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BK1096PG0308