

ABSTRACT OF LEASE/OPTION

OPTIONOR: RONALD P. MCKENZIE AND CARLA J. MCKENZIE

OPTIONEE: DAVID M. CLEM AND SANDRA F. CLEM

PROPERTY SUBJECT TO OPTION:

All that real property situated in the County of Douglas, State of Nevada bounded and described as follows:

Lot 85, as shown on the map of SKYLAND SUBDIVISION NO. 2, filed in the Office of the County Recorder of Douglas County, Nevada, on July 22, 1959 as File No. 14668.

Together with the right of access over Lots 32 and 33; as shown on the filed map referred to herein as reserved in the Deed from Stockton Garden Homes, Inc., a California Corporation to Skyland Water Co., a Nevada Corporation, recorded February 5, 1960 in Book 1 of Official Records at Page 268, Douglas County, Nevada.

GENERAL TERMS OF OPTION:

The parties have entered into a Lease Option Agreement on the subject property. The mutual option commences November 1, 1996 and continues thru July 31, 1997.

Dated this 28th date of October, 1996

Ronald P. McKenzie

David M. Clem
David M. Clem

Carla J. McKenzie

Sandra F. Clem
Sandra F. Clem

THIS DOCUMENT HAS BEEN SIGNED IN COUNTERPART BUT SHALL BE DEEMED ONE ORIGINAL STATE OF)

COUNTY OF) ss.

On _____ personally appeared before me, a Notary Public

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

Notary Public

STATE OF)
COUNTY OF) ss.

On _____ personally appeared before me, a Notary Public

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

Notary Public

400130

BK 1196PG0122

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

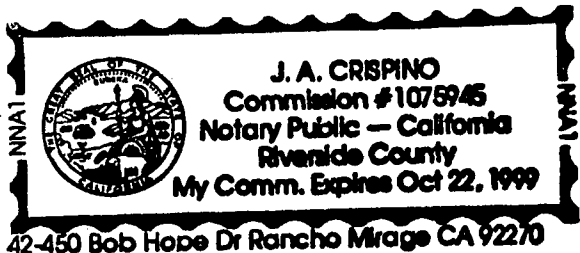
State of California

County of Riverside

On 10/28/95 before me, J. A. Crispino
Date Name and Title of Officer (e.g., "Jane Doe, Notary Public")

personally appeared David M and Sandra F Stern
Name(s) of Signer(s)

personally known to me - OR - proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s) or the entity upon behalf of which the person(s) acted, executed the instrument.



WITNESS my hand and official seal.

J. A. Crispino
Signature of Notary Public

OPTIONAL

Though the information below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document.

Description of Attached Document

Title or Type of Document: _____

Document Date: _____ Number of Pages: _____

Signer(s) Other Than Named Above: _____

Capacity(ies) Claimed by Signer(s)

Signer's Name: _____

- Individual
- Corporate Officer
- Title(s): _____
- Partner — Limited General
- Attorney-in-Fact
- Trustee
- Guardian or Conservator
- Other: _____

RIGHT THUMBPRINT OF SIGNER
Top of thumb here

Signer Is Representing: _____

Signer's Name: _____

- Individual
- Corporate Officer
- Title(s): _____
- Partner — Limited General
- Attorney-in-Fact
- Trustee
- Guardian or Conservator
- Other: _____

RIGHT THUMBPRINT OF SIGNER
Top of thumb here

Signer Is Representing: _____

COPY

REQUESTED BY
FIRST AMERICAN TITLE CO.
IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

'96 NOV -1 A11 :29

LINDA SLATER
RECORDER
\$ 1000 PAID ko DEPUTY

400130

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