

This FINANCING STATEMENT is presented for filing pursuant to the Nevada Uniform Commercial Code.

1. DEBTOR (LAST NAME FIRST) <b>H2O SPORTS, LLC</b>		1A. SOCIAL SECURITY OR FEDERAL TAX NO. <b>88-0316874</b>
1B. MAILING ADDRESS <b>PO BOX 311</b>	1C. CITY, STATE <b>ZEPHYR COVE, NV</b>	1D. ZIP CODE <b>89448</b>
1E. RESIDENCE ADDRESS (IF AN INDIVIDUAL AND DIFFERENT THAN 1B)	1F. CITY, STATE	1G. ZIP CODE

2. ADDITIONAL DEBTOR (IF ANY) (LAST NAME FIRST)		2A. SOCIAL SECURITY OR FEDERAL TAX NO.
2B. MAILING ADDRESS	2C. CITY, STATE	2D. ZIP CODE
2E. RESIDENCE ADDRESS (IF AN INDIVIDUAL AND DIFFERENT THAN 2B)	2F. CITY, STATE	2G. ZIP CODE

3. DEBTOR(S) TRADE NAMES OR STYLES (IF ANY)	3A. FEDERAL TAX NO.
4. ADDRESS OF DEBTOR(S) CHIEF PLACE OF BUSINESS (IF ANY)	2A. CITY, STATE 2B. ZIP CODE

5. SECURED PARTY NAME <b>NEVADA BANKING COMPANY</b>	5A. SOCIAL SECURITY NO., FEDERAL TAX NO. OR BANK TRANSIT AND A.B.A. NO. <b>88-0170659</b>
MAILING ADDRESS <b>229 KINGSBURY GRADE PO BOX 5700</b>	
CITY <b>STATELINE</b> STATE <b>NV</b> ZIP CODE <b>89449</b>	

6. ASSIGNEE OF SECURED PARTY (IF ANY) NAME	6A. SOCIAL SECURITY NO., FEDERAL TAX NO. OR BANK TRANSIT AND A.B.A. NO.
MAILING ADDRESS	
CITY STATE ZIP CODE	

7. This FINANCING STATEMENT covers the following types or items of property (If crops or timber, include description of real property on which growing or to be grown and name of record owner of such real estate, if fixtures, include description of real property to which affixed or to be affixed and name of record owner of such real estate; if oil, gas or minerals, include description of real property from which to be extracted).

**All Inventory, Accounts, Equipment and General Intangibles; together with the following specifically described property: ALL TITLED PERSONAL WATERCRAFT; whether any of the foregoing is owned now or acquired later; all accessions, additions, replacements, and substitutions relating to any of the foregoing; all records of any kind relating to any of the foregoing; all proceeds relating to any of the foregoing (including insurance, general intangibles and other accounts proceeds).**

7A. _____ SIGNATURE OF RECORD OWNER	7C. \$ _____ MAXIMUM AMOUNT OF INDEBTEDNESS TO BE SECURED AT ANY ONE TIME (OPTIONAL)
7B. _____ (TYPE) RECORD OWNER OR REAL PROPERTY	

8. Check <input checked="" type="checkbox"/> if Applicable	A <input checked="" type="checkbox"/> Proceeds of collateral are also covered	B <input checked="" type="checkbox"/> Products of collateral are also covered	C <input type="checkbox"/> Proceeds of above described original collateral in which a security interest was perfected	D <input type="checkbox"/> Collateral was brought into this State subject to security interest in another jurisdiction
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9. Check <input checked="" type="checkbox"/> if Applicable	<input type="checkbox"/> DEBTOR IS A "TRANSMITTING UTILITY" IN ACCORDANCE WITH NRS 704.235 AND NRS 104.8403
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10. (Date) MAY 30, 19 97

By: Ryan Forvilly, MANAGER  
SIGNATURE(S) OF DEBTOR(S) (TITLE)  
NEVADA BANKING COMPANY

By: Michael Horvath, LOAN OFFICER  
SIGNATURE(S) OF SECURED PARTY(IES) (TITLE)

12. This Space for Use of Filing Officer  
(Date, Time, File Number and Filing Officer)

**08270**

REQUESTED BY  
Nevada Banking Co  
IN OFFICIAL RECORDS OF  
DOUGLAS CO., NEVADA

'97 JUN -3 P4:14

LINDA SLATER  
RECORDER  
\$15.00 PAID to DEPUTY

0414148

11. Return Copy to

NAME  NEVADA BANKING COMPANY  
ADDRESS 229 KINGSBURY GRADE PO BOX 5700  
CITY, STATE STATELINE, NV 89449  
AND ZIP