

SHORT FORM DEED OF TRUST AND ASSIGNMENT OF RENTS

ORDER NO.: _____

THIS DEED OF TRUST, made this 10th day of November, 1997, between NOVASEL & SCHWARTE INVESTMENTS, INC., PROFIT SHARING PLAN, RICHARD W. SCHWARTE AND ROBERT I. NOVASEL, AS TRUSTEES, herein called TRUSTOR,

whose address is P O Box 11355, South Lake Tahoe, CA 96155 (number and street) (city) (state) (zip) and

STEWART TITLE OF CARSON CITY, a Nevada corporation, herein call TRUSTEE, and BARNETT & ASSOCIATES ACCOUNTANCY CORPORATION PROFIT SHARING PLAN, herein called BENEFICIARY,

WITNESSETH: That Trustor irrevocably grants, transfers and assigns to Trustee in trust, with power of sale, that property in Douglas County, Nevada, described as:

Lot 118 as said Lot is set forth on the Final Map of Genoa Lakes Phase 3, Unit 2 recorded in Official Records of Douglas County, Nevada on May 1, 1995, in Book 595, Page 78, as Document No. 361251.

APN: 17-402-22

Together with the rents, issues and profits thereof, subject, however, to the right, power and authority hereinafter given to and conferred upon Beneficiary to collect and apply such rents, issues and profits.

For the purpose of securing (1) payment of the the sum of \$ *300,000.00** with interest thereon 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; and (2) the performance of each agreement of Trustor incorporated herein by reference or contained herein; (3) payment of additional sums and interest thereon which may hereafter be loaned to Trustor, or to his successors or assigns, when evidenced by a promissory note or notes reciting that they are secured by this Deed of Trust.

To protect the security of this Deed of Trust, and with respect to the property above described, Trustor expressly makes each and all of the agreements, and adopts and agrees to perform and be bound by each and all of the terms and provisions set forth in subdivision A, and it is mutually agreed that each and all of the terms and provisions set forth in subdivision B of the fictitious Deed of Trust recorded in the office of each County Recorder in the State of Nevada, in the book and at the page thereof, or under the document file number, noted below opposite the name of such county, namely:

COUNTY	BOOK	PAGE	DOC. NO.	COUNTY	BOOK	PAGE	DOC. NO.
Carson City	Off. Rec.		000-52876	Lincoln	73 Off. Rec.	248	86043
Churchill	Off. Rec.		224333	Lyon	Off. Rec.		0104086
Clark	861226 Off. Rec.		00857	Mineral	112 Off. Rec.	352	078762
Douglas	1286 Off. Rec.	2432	147018	Nye	558 Off. Rec.	075	173588
Elko	545 Off. Rec.	316	223111	Pershing	187 Off. Rec.	179	151646
Esmeralda	110 Off. Rec.	244	109321	Storey	055 Off. Rec.	555	58904
Eureka	153 Off. Rec.	187	106692	Washoe	2464 Off. Rec.	0571	1126264
Humboldt	223 Off. Rec.	781	266200	White Pine	104 Off. Rec.	531	241215
Lander	279 Off. Rec.	034	137077				

shall inure to and bind the parties hereto with respect to the property above described. Said agreement, terms and provisions contained in said subdivision A and B, (identical in all counties, and printed on the reverse side hereof) are by the within reference thereto, incorporated herein and made a part of this Deed of Trust for all purposes as fully as if set forth at length herein, and Beneficiary may charge for a statement regarding the obligation secured hereby, provided the charge therefor does not exceed a reasonable amount. The Beneficiary or the collection agent appointed by him may charge a fee of not to exceed \$15.00 for each change in parties, or for each change in a party making or receiving a payment secured hereby.

The undersigned Trustor requests that a copy of any notice of default and any notice of sale hereunder be mailed to him at his address hereinbefore set forth.

STATE OF NEVADA California SS
COUNTY OF El Dorado
ON November 10, 1997

personally appeared before me, a Notary Public,
Richard W. Schwarte, Trustee
Robert I. Novasel, Trustee

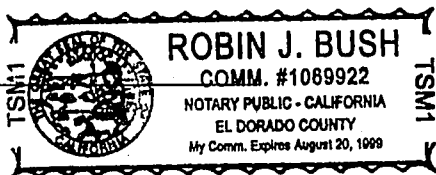
personally known or proved to me to be the person whose name(s) is/are subscribed to the above instrument who acknowledged that they executed the instrument.

NOVASEL & SCHWARTE INVESTMENTS INC.,
PROFIT SHARING PLAN

By: Richard W. Schwarte
Richard W. Schwarte, Trustee

By: Robert I. Novasel
Robert I. Novasel, Trustee

Robin J. Bush
Notary Public



WHEN RECORDED MAIL TO:
David E. Barnett
P O Box 11586
South Lake Tahoe, CA 96155

FOR RECORDER'S USE
REQUESTED BY
Novasel + Schwarte Invest
IN OFFICIAL RECORDS OF
DOUGLAS CO. NEVADA

'97 NOV 21 AM 1:23

0426893

LINDA SLATER
RECORDER
PAID \$7.00 DEPUTY

BK 1197 PG 4255