

**RESCISSION OF NOTICE OF DEFAULT AND ELECTION TO SELL**

THIS RESCISSION OF NOTICE OF DEFAULT AND ELECTION TO SELL is made this 20th day of October, 1998, by the undersigned.

WHEREAS, the undersigned is the present beneficiary under that certain deed of trust (the 'Deed of Trust') executed by MICHAEL R. DAY and WENDY L. DAY, husband and wife as joint tenants with right of survivorship recorded in Book 895 at Page 3718 as Document Number 368880 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 on October 14, 1998 in Book 1098 at Page 2425 as Document Number 451640 in the Official Records of said County; and

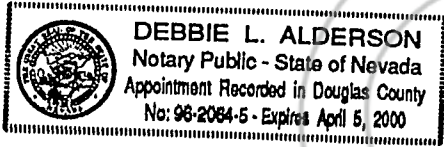
WHEREAS, the undersigned wishes to rescind said Notice of Default and Election to Sell.

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recording hereof in the Official Records of said County, the aforementioned Notice of Default and Election to Sell is rescinded, canceled and withdrawn and shall be of no further force or effect; notwithstanding the foregoing, the undersigned reserves all rights and remedies as set forth in the Deed of Trust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 forbearance 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

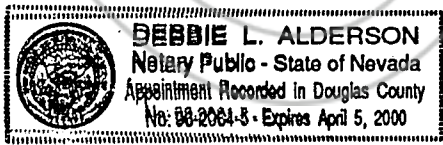
By Lakewood Development Inc.,  
a Nevada Corporation, Managing  
General Partner

By: Lawson Flanagan  
Lawson Flanagan, Vice President



STATE OF NEVADA            )  
  ) SS  
COUNTY OF DOUGLAS    )

On this 20th day of October, 1998, before me, a notary public, in and for said county and state, personally appeared Lawson Flanagan, who is the Vice President 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.



Notary Public Debbie L. Alderson

WHEN RECORDED MAIL TO:  
Harich Tahoe Developments  
Post Office Box 5790  
Stateline, Nevada 89449

REQUESTED BY  
**STEWART TITLE OF DOUGLAS COUNTY**  
IN OFFICIAL RECORDS OF  
DOUGLAS CO., NEVADA

'98 OCT 23 A10:04

0452317  
BK 1098 PG 4557

LINDA SLATER  
RECORDER  
\$ 7.00 PAID KA DEPUTY