

020501078

When Recorded Mail to:
Stewart Title of Northern Nevada
401 Ryland Street
Reno, NV 89502

**NOTICE OF DEFAULT AND ELECTION
TO SELL UNDER DEED OF TRUST**

NOTICE IS HEREBY GIVEN:

THAT Stewart Title of Northern Nevada, a Nevada corporation, is duly appointed Trustee, under a Deed of Trust, Dated July 31, 2001 and Executed by Adriana McEntire as Trustor, to secure certain obligations in favor of Patrick Towsley, an unmarried man as Beneficiary, recorded August 2, 2001, in Book 801, at Page 611, as Document No. 0519848, of Official Records of Douglas County, State of Nevada, including one note in the amount of \$12,000.00.

That the beneficial interest under such Deed of Trust and the obligation secured thereby are presently held by the undersigned; that a breach of, and default in, the obligations for which such Deed of Trust is security has occurred in that payment has not been made of:

Failure to pay a senior lien encumbering the property secured by the herein-mentioned deed of trust pursuant to paragraph 11 covenant No. 1 of said deed of trust.

On January 23, 2002 the beneficiary advanced to ARM Financial Corp \$5,622.30 to bring said senior lien current.

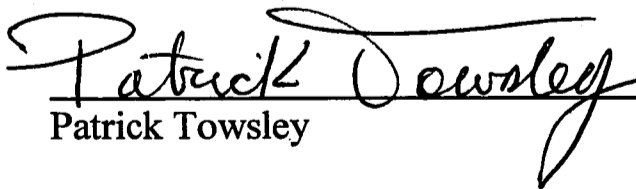
That by reason thereof, the present beneficiary under such Deed of Trust, has executed and delivered to said duly appointed Trustee, a written Declaration of Default and Demand for Sale, and has deposited with said Trustee, such Deed of Trust and all documents evidencing obligations secured thereby, and has declared and does hereby declare all sums secured thereby immediately due and payable and has elected and does hereby elect to cause the trust property to be sold to satisfy the obligations secured thereby.

NOTICE

YOU MAY HAVE THE RIGHT TO CURE THE DEFAULT HEREIN AND REINSTATE THE OBLIGATION SECURED BY SUCH DEED OF TRUST ABOVE DESCRIBED. SECTION 107.080 NEVADA REVISED STATUTES PERMITS CERTAIN DEFAULTS TO BE CURED UPON THE PAYMENT OF THE AMOUNTS REQUIRED BY THAT SECTION WITHOUT REQUIRING PAYMENT OF THAT PORTION OF PRINCIPAL AND INTEREST WHICH WOULD NOT BE DUE HAD NO DEFAULT OCCURRED. WHERE REINSTATEMENT IS POSSIBLE, IF THE DEFAULT IS NOT CURED WITHIN 35 DAYS FOLLOWING THE RECORDING AND MAILING TO TRUSTOR OR TRUSTOR'S SUCCESSOR IN INTEREST OF THIS NOTICE, THE RIGHT OF REINSTATEMENT WILL TERMINATE AND THE PROPERTY MAY THEREAFTER BE SOLD.

To determine if reinstatement is possible, and for the amount necessary to cure the default, contact Phillip E. Frink at (775) 789-4100.

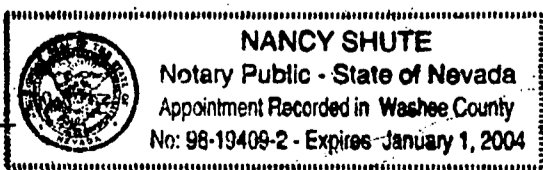
DATED: January 25, 2002


Patrick Towsley

STATE OF NEVADA)
) SS
COUNTY OF WASHOE)

This instrument was acknowledged before me on JANUARY 25, 2002
by Patrick Towsley


NOTARY PUBLIC



Phil Frink 021501348
Trustee Sale Officer Foreclosure No.

0533388
BK 0102PG8270

COPY

REQUESTED BY
Stewart Title of Douglas County

IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

2002 JAN 28 PM 3: 35

LINDA SLATER
RECORDER

\$15⁰⁰ PAID *KJ* DEPUTY

0533388

BK0102PG8271