NOTICE OF DEFAULT AND ELECTION TO SELL

Order No. 11475F APN #1323-00-001-14 & 1323-00-001-14

TO WHOM IT MAY CONCERN:

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WHEREAS, KADESH AND COMPANY LIMITED PARTNERSHIP, a Nevada limited partnership, as Trustor did execute a Deed of Trust wherein TITLE SERVICE AND ESCROW COMPANY, a Nevada corporation, is Trustee for PRUETT RANCHES, INC., a Nevada corporation, Beneficiary, as security for payment of their Promissory Note made, executed and delivered on June 14, 2001, to said Beneficiary, and which said Deed of Trust was recorded in the Official Records of Douglas County, Nevada, on June 14, 2001, as Document No. 0516351, in Book 0601 at page 3345; and

WHEREAS, a breach of the obligation for which said Deed of Trust is security has occurred in that default has been made in the balance of the payment of the installment of principal and/or interest which became due on November 15, 2001, and in the payment of such subsequent installments that became due, also in the payment of any Real and/or Personal property Taxes which may be delinquent and the premiums for Policy or Policies of Fire Insurance which may be due or overdue and all costs in connection with this foreclosure, including but not limited to reasonable Attorneys Fees, Trustees Fees, Trustees Sale Guarantee and all expenses of Trustee.

NOTICE IS HEREBY GIVEN that the Beneficiary has elected to consider all unpaid balance of principal and the interest accrued thereon to be due inconsequence of said default, all in accordance with the terms of said Promissory Note and Deed of Trust and the Beneficiary has elected to sell or cause to be sold the Real and Personal Property described in said Deed of Trust, to satisfy said obligation.

YOU MAY HAVE the right to cure the default and reinstate the obligation secured by the Deed of Trust described herein. To determine if reinstatement is possible or to get any information on this foreclosure, contact the office of TITLE SERVICE AND ESCROW COMPANY, 25 West St. Fernley, Nv. 89408, Telephone 775-575-2286, between the hours of 9:00 A.M. and 5:00 P.M., Monday through Friday.

DATED February 27, 2001

TITLE SERVICE AND ESCROW COMPANY

JUDY A. COCLICH

Notary Public - State of Nevada

Appointment Recorded in Lyon County

No: 99-6546-12 - Expires October 3, 2003

SHARON BEATY, Director

STATE OF NEVADA

ss.

COUNTY OF LYON

This instrument was acknowledged before me on February 27, 2001 by SHARON BEATY

as DIRECTOR of TITLE SERVICE AND ESCROW

COMPANY.

Notary Public

RECORDERS USE

REQUESTED BY
Stewart Title of Douglas County

IN OFFICIAL RECORDS OF DOUGLAS CO., MEYADA

2002 FEB 28 PM 3: 38

LINDA SLATER
RECORDER

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PAIDKA DEPUTY

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