

020306601

WHEN RECORDED MAIL TO:

Santa Barbara Bank & Trust
c/o Loan Services
P.O. Box 60734
Santa Barbara, CA 93160-0734

SEND TAX NOTICES TO:

Syncon Homes, a Nevada Corporation
2221 Meridian Suite #A
Minden, NV 89423

FOR RECORDER'S USE ONLY

MODIFICATION OF DEED OF TRUST

THIS MODIFICATION OF DEED OF TRUST dated July 1, 2002, is made and executed between Syncon Homes, a Nevada Corporation, whose address is 2221 Meridian Suite #A, Minden, NV 89423 ("Trustor") and Santa Barbara Bank & Trust, Main Office, c/o Loan Services, P.O. Box 60654, Santa Barbara, CA 93160-0654 ("Lender").

DEED OF TRUST. Lender and Trustor have entered into a Deed of Trust dated July 13, 2001 (the "Deed of Trust") which has been recorded in Douglas County, State of Nevada, as follows:

Recorded on July 30, 2001 as Instrument No. 0519523.

REAL PROPERTY DESCRIPTION. The Deed of Trust covers the following described real property located in Douglas County, State of Nevada:

~~See Exhibit "A"~~, which is attached to this Modification and made a part of this Modification as if fully set forth herein.

The Real Property or its address is commonly known as Lots 18-32, Blk C and Lots 49-51, Blk E Chichester Estates, Phase 10, Gardnerville, NV 89410. The Assessor's Parcel Number for the Real Property is 1320-33-812-002

MODIFICATION. Lender and Trustor hereby modify the Deed of Trust as follows:


To correct the description of the real property added to the Revolving Credit Deed of Trust referenced above by that certain Modification Deed of Trust dated May 20, 2002 and recorded on May 28, 2002 as Instrument No. 543-124 in the office of the county recorder of Douglas County, Nevada. The corrected real property address added is as follows: Lots 18-32, Blk C and Lots 49-51, Blk E, Chichester Estates, Phase 10, Gardnerville, NV, 89410 located in Douglas County, Nevada.

CONTINUING VALIDITY. Except as expressly modified above, the terms of the original Deed of Trust shall remain unchanged and in full force and effect. Consent by Lender to this Modification does not waive Lender's right to require strict performance of the Deed of Trust as changed above nor obligate Lender to make any future modifications. Nothing in this Modification shall constitute a satisfaction of the promissory note or other credit agreement secured by the Deed of Trust (the "Note"). It is the intention of Lender to retain as liable all parties to the Deed of Trust and all parties, makers and endorser to the Note, including accommodation parties, unless a party is expressly released by Lender in writing. Any maker or endorser, including accommodation makers, shall not be released by virtue of this Modification. If any person who signed the original Deed of Trust does not sign this Modification, then all persons signing below acknowledge that this Modification is given conditionally, based on the representation to Lender that the non-signing person consents to the changes and provisions of this Modification or otherwise will not be released by it. This waiver applies not only to any initial extension or modification, but also to all such subsequent actions.

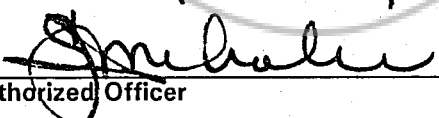
TRUSTOR ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS MODIFICATION OF DEED OF TRUST AND TRUSTOR AGREES TO ITS TERMS. THIS MODIFICATION OF DEED OF TRUST IS DATED JULY 1, 2002.

GRANTOR:

SYNCON HOMES, A NEVADA CORPORATION

By: 
Leo A. Hanly, Chief Executive Officer of Syncon Homes, a Nevada Corporation

LENDER:

X 
Authorized Officer

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MODIFICATION OF DEED OF TRUST
(Continued)

Loan No: 26176

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CERTIFICATE OF ACKNOWLEDGMENT

STATE OF Nevada

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COUNTY OF Douglas

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On 9/10, 2002 before me, Donna Sue Hawkins,
personally appeared Leo A. Hanly, personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal.



Signature Donna Sue Hawkins

(Seal)

CERTIFICATE OF ACKNOWLEDGMENT

STATE OF California

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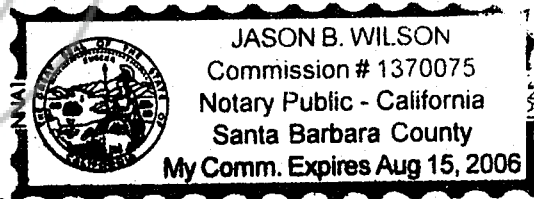
COUNTY OF Santa Barbara

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On September 11, 2002 before me, Jason B. Wilson,
personally appeared Stephen J. Mihalic, personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal.



Signature Jason B. Wilson

(Seal)

REQUESTED BY
Stewart Title of Douglas County
IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

2002 SEP 19 PM 3: 25

LINDA SLATER
RECORDER

\$ 15.00 PAID BL DEPUTY

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