

Promissory Note

FOR VALUE RECEIVED, the undersigned Tracie L. Ferreira, promise to pay to the order of Francisco R. Ferreira and Mary N. Ferreira, Trustees of the Francisco R. Ferreira and Mary N. Ferreira Declaration Of Trust Dated December 9, 1980, at 3415 Quimby Street, San Diego, California 92106, or at such other place as the holder hereof may designate in writing, the principal sum of ONE HUNDRED AND SIXTY THOUSAND (\$160,000.00) DOLLARS, in lawful money of the United States of America, for a term of THREE HUNDRED AND SIXTY-TWO (362) MONTHS, with simple interest on the principal, from the 1st day of October 2002, at a rate of 4.41% per annum, said principal and interest to be paid as follows:

The first payment in the amount of EIGHT HUNDRED (\$800.00) DOLLARS shall be made on November 1, 2002, and thereafter on the 1st day of each succeeding month thereafter.

If any payment is not received within TEN (10) DAYS from the due date a FIFTY (\$50.00) DOLLAR late charge will be added to the amount due and owing. There shall be a prepayment penalty of THIRTY-TWO THOUSAND (\$32,000.00) DOLLARS.

Tracie L. Ferreira promises and agrees that if the maker becomes insolvent or makes a general assignment for the benefit of creditors; or if a petition in bankruptcy is filed by or against the maker; then, upon the happening of any such event or events, the entire principal sum shall become forthwith due and payable at the option of the holder without notice or demand.

This promissory note is secured by a Deed of Trust of even date herewith with power of sale all that certain plot, piece or parcel of land, with building and improvements thereon erected, situated, lying and being in the County of Douglas, State of Nevada, and more particularly described as follows:

Lot 6, in Block P, as set forth on that certain Final Map of SUNRIDGE HEIGHTS, PHASES 7B and 9, a Planned Unit Development recorded in the Office of the Douglas County Recorder on September 5, 1995 in Book 995, Page 410, as Document No. 369825, and by Certificate of Amendment recorded August 14, 1996, in Book 896, Page 2588, as Document No. 394289.

and more commonly known as 980 Hillside Drive, Carson City, Douglas County, State of Nevada and bears the Assessor's Parcel Number 1420-07-815-006.

If action is instituted to collect this note, or any part thereof, Tracie L. Ferreira promises to pay and agrees to pay such sum as the court may adjudge reasonable for attorney's fees to be allowed in such action, the same to be included in any judgment

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