

REQUESTED BY
Stewart Title of Douglas County

IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

A Portion of APN: 1313-22-000-003

R.P.T.T. - 0 -

Interval #: 0100936A
17-009-36-01

2003 JUL 11 AM 10:12

WERNER CHRISTEN
RECORDER

\$ 18⁰⁰ K9 REPUTY

DEED IN LIEU OF FORECLOSURE

THIS INDENTURE, made and entered into this 27th day of March, 2003, by and between Michael G. Chapman and Adrienne L. Chapman, husband and wife as joint tenants with right of survivorship, Party of the First Part/Grantor, and Walley's Partners Limited Partnership, a Nevada Partnership, Party of the Second Part/Grantee,
Limited

WITNESSETH:

That the said Party of the First Part, in consideration of the sum of TEN DOLLARS (\$10.00), lawful money of the United States of America to him in hand paid by the said Party of the Second Part, the receipt of whereof is hereby acknowledged, does by these presents, grant, bargain and sell unto the said party of the Second Part, and to his heirs and assigns forever, all that certain real property situate in the County of Douglas, State of Nevada, described as follows:

SEE EXHIBIT "A" ATTACHED HERETO

TOGETHER WITH the tenements, hereditaments and appurtenances thereunto belonging or appertaining, and the reversion and reversions, remainder and remainders, rents, issues and profits thereof.

TO HAVE AND TO HOLD the said premises, together with the appurtenances, unto the said Party of the Second Part, and to his heirs and assigns forever.

This Deed in Lieu of Foreclosure is an absolute conveyance, the Party of the First Part having sold said land to the Party of the Second Part for a fair and adequate consideration, such consideration, in addition to that above recited, being full satisfaction of all obligations secured by the Deed of Trust executed by Michael G. Chapman and Adrienne L. Chapman, husband and wife as joint tenants with right of survivorship, to STEWART TITLE OF DOUGLAS COUNTY, a Nevada corporation, Trustee for Walley's Partners Limited Partnership, a Nevada limited partnership, Beneficiary, recorded on March, 10, 2000, in Book 0300, Page 1792 as Instrument No. 487721, Official Records of Douglas County, Nevada. Party of the First Part declare(s) that this conveyance is freely and fairly made and that there are no agreements, oral or written, other than this Deed in Lieu of Foreclosure between the parties hereto with respect to the property hereby conveyed.

Adrienne L. Chapman 7/2/03
Michael G. Chapman 7/2/03

0582942

BK 0703 PG 04526

IN WITNESS WHEREOF, the party of the First Part has executed this conveyance the day and year first hereinabove written.

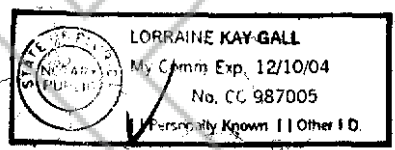
Michael G. Chapman Adrienne L. Chapman
Michael G. Chapman Adrienne L. Chapman

STATE OF Florida)
COUNTY OF Escambia) ss

On this 1st day of May, 2003, before me, the undersigned, a Notary Public in and for said County and State, personally appeared Adrienne L. Chapman / Michael Chapman known to me to be the person(s) described in and who executed the foregoing instrument, who acknowledged to me that he/she/they executed the same freely and voluntarily and for the uses and purposes therein mentioned.

WITNESS my hand and official seal.

Lorraine Kay Gall
NOTARY PUBLIC
Lorraine Kay Gall
MAIL TAX STATEMENTS TO:



Walley's Partners Limited Partnership
P.O. Box 158
Genoa, NV 89411

0582942

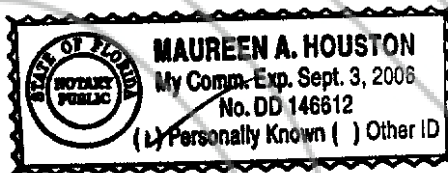
BK0703PG04527

STATE OF FLORIDA)
COUNTY OF SANTA ROSA) SS

On this 2nd day of July, 2003, before me, the undersigned, a Notary Public in and for said County and State, personally appeared Adrienne Chapman / Michael Chapman known to me to be the person(s) described in and who executed the foregoing instrument, who acknowledged to me that he/she/they executed the same freely and voluntarily and for the uses and purposes therein mentioned.

WHITNESS my hand and official seal.

Maureen A. Houston
NOTARY PUBLIC



0582942

BK0703PG04528

AFFIDAVIT


STATE OF NEVADA)
) SS
COUNTY OF DOUGLAS)

Walley's Partners Limited Partnership,
a Nevada limited partnership

Grantee herein, being first duly sworn upon oath, deposes and says:

That he or she has read the foregoing Deed in Lieu of Foreclosure from Michael G. Chapman and Adrienne L. Chapman, interval #0100936A and knows the contents thereof, and that every statement contained in the terms, warranties and covenants therein set forth is true of his or her own knowledge; that the parties named as Grantees in executing this Affidavit hereby accept said Deed in Lieu of Foreclosure and agree to its terms and covenants and approve the warranties therein contained.

WALLEY'S PARTNERS LIMITED PARTNERSHIP,
a Nevada limited partnership



David G. Hyman, Authorized Agent

Subscribed, Sworn to and Acknowledged before me
this 9 day of July, 2003.



NOTARY PUBLIC



0582942

BK0703PG04529

Inventory No: 17-009-36-01

EXHIBIT "A"
(Walley's)

A timeshare estate comprised of an undivided interest as tenants in common in and to that certain real property and improvements as follows:

An undivided 1/1071st interest in and to all that real property situate in the County of Douglas, State of Nevada, described as follows:

ADJUSTED PARCEL F: A parcel of land located within a portion of the West one-half of the Northeast one-quarter (W 1/2 NE 1/4) of Section 22, Township 13 North, Range 19 East, Mount Diablo Meridian, more particularly described as follows:

Commencing at the one-quarter corner common to Sections 15 and 22, T13N, R19E, M.D.M., a found 1985 BLM brass cap as shown on the Record of Survey prepared by David D. Winchell and recorded September 28, 1989 in the office of the Recorder, Douglas County, Nevada as Document No. 211937; thence South 57°32'32" East, 640.57 feet to the POINT OF BEGINNING; thence North 80°00'00" East, 93.93 feet; thence North 35°00'00" East, 22.55 feet; thence North 10°00'00" West, 92.59 feet; thence North 80°00'00" East, 72.46 feet; thence South 10°00'00" East, 181.00 feet; thence South 80°00'00" West, 182.33 feet; thence North 10°00'00" West, 72.46 feet to the POINT OF BEGINNING.

(Reference is made to Record of Survey for Walley's Partners Ltd. Partnership, in the office of the County Recorder of Douglas County, Nevada, recorded on September 17, 1998 in Book 998, at Page 3261, as Document No. 449576.)

Together with those easements appurtenant thereto and such easements and use rights described in the Declaration of Time Share Covenants, Conditions and Restrictions for David Walley's Resort recorded September 23, 1998, as Document No. 0449993, and as amended by Document Nos. 0466255 and 0485265, and subject to said Declaration; with the exclusive right to use said interest for one Use Period within a DELUXE UNIT each year in accordance with said Declaration.

A Portion of APN 1313-22-000-003

0582942

BK 0703 PG 04530