REQUESTED BY Stewart Title of Deuglas County IN OFFICIAL RECORDS OF BOUGLAS CO., NEVADA 2003 NOV 17 PM 4: 11 UCC FINANCING STATEMENT 030102874+ FOLLOW INSTRUCTIONS (front and back) CAREFULLY WERNER CHRISTEN A. NAME & PHONE OF CONTACT AT FILER [optional] RECORDER Stephen V. Novacek (17408-0100) B. SEND ACKNOWLEDGMENT TO: (Name and Address) DEPUTY Colonial Bank, N.A. 2330 S. Virginia Street Reno, Nevada 89502 THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY 1. DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (1a or 1b) - do not abbreviate or combine names 1a, ORGANIZATION'S NAME H & S CONSTRUCTION, INC. OR 15 INDIVIDUAL'S LAST NAME IRST NAME MIDDLE NAME SUFFIX 1c. MAILING ADDRESS CITY STATE POSTAL CODE COLINTRY 1650 Hwy 395, Suite 203 Minden NV89423 **USA** 1d. SEE INSTRUCTIONS ADD'L INFO RE 1e. TYPE OF ORGANIZATION 1f. JURISDICTION OF ORGANIZATION 1g. ORGANIZATIONAL ID #, if any ORGANIZATION NV-C6423-1986 corporation NONE DEBTOR 2. ADDITIONAL DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (2a or 2b) - do not abbreviate or combine names 2a. ORGANIZATION'S NAME 2b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME SUFFIX 2c. MAILING ADDRESS CITY STATE POSTAL CODE COUNTRY ADD'L INFO RE | 2e. TYPE OF ORGANIZATION 2f. JURISDICTION OF ORGANIZATION 2g. ORGANIZATIONAL ID #, if any 2d. SEE INSTRUCTIONS ORGANIZATION NONE DEBTOR 3. SECURED PARTY'S NAME (or NAME of TOTAL ASSIGNEE of ASSIGNOR S/P) - insert only one secured party name (3a or 3b) 3a. ORGANIZATION'S NAME Colonial Bank, N.A. 35 INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME SUFFIX 3c. MAILING ADDRESS STATE COUNTRY CITY POSTAL CODE 89502 2330 S. Virginia Street Reno NV **USA** 4. This FINANCING STATEMENT covers the following collateral:

The collateral consists of all personal property and fixtures described in Exhibit "A" attached hereto, owned or hereafter acquired by Debtor, a portion of which may be located upon the real property described in Exhibit "B" attached hereto and by this reference made a part hereof.

5. ALTERNATIVE DESIGNATION [if applicable]: LESS	SEE/LESSOR CONSIGNEE/CONSIGNOR	BAILEE/BAILOR SELLER/BUYER	AG. LIEN	NON-UCC FILING
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8. OPTIONAL FILER REFERENCE DATA			087	192
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OR		_ (_ (
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11c. MAILING ADDRESS		CITY	STAT	E POSTAL CODE	COUNTRY
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13. This FINANCING STATEMENT cover		ted 16. Additional collateral desc	cription;		
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15. Name and address of a RECORD OV					
(if Debtor does not have a record inte	rest);				
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		18. Check only if applicable		to property near in trust. Of	Decedent's Estat
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			a Manufactured Home Transa	•	
		If I Filed in connection with:	a Public-Finance Transaction	— effective 30 years	

EXHIBIT "A"

To UCC-1 Financing Statement

The collateral consists of all personal property and improvements (collectively "Improvements"), now owned or hereafter acquired by Debtor located or hereafter to be constructed upon the real property located in Douglas County, Nevada (the "Property") described in **Exhibit "B"** and other personal property, including, but not limited to:

- (a) All buildings and other improvements now or hereafter located on the Property, all water and water rights (whether riparian, appropriative, or otherwise, and whether or not appurtenant), pumps and pumping stations used in connection therewith and all shares of stock evidencing the same, all machinery, equipment, appliances, furnishings, inventory, fixtures, and other property used or useable in connection with the Property and the improvements thereon, including, but not limited to, all storage tanks and pipelines, all gas, electric, heating, cooling, air conditioning, refrigeration and plumbing fixtures and equipment, which have been or may hereafter be attached or affixed in any manner to any building now or hereafter on the Property (the "Improvements");
- (b) All the rights, rights of way, easements, licenses, profits, privileges, tenements, hereditaments and appurtenances, now or hereafter in any way appertaining and belonging to or used in connection with the Property and/or the Improvements, and any part thereof or as a means of access thereto, including, but not limited to, any claim at law or in equity, and any after acquired title and reversion in or to each and every part of all streets, roads, highways and alleys adjacent to and adjoining the same;
- (c) All rentals, earnings, income, accounts receivable, deposits, security deposits, receipts, royalties, revenues, issues and profits which may accrue from the Property and/or the Improvements and any part thereof;
- (d) All deposits made with or other security given to utility companies by Debtor with respect to the Property and/or the Improvements, and all advance payments of insurance premiums made by Debtor with respect thereto and claims or demands relating to insurance;
- (e) All existing and future goods and tangible personal property located on the Property or wherever located now owned or hereafter acquired by Debtor and used in connection with the use, operation or occupancy of the Property, including, but not limited to, all appliances, furniture and furnishings, fittings, materials, supplies, equipment and fixtures, and all supplies, and equipment now or hereafter delivered to the Property and installed or used or intended to be installed or used therein; and all renewals or replacements thereof or articles in substitution thereof;

and use of the Property and construction of any Improvements, including, but not limited to, (i) all names under which or by which the Property or the Improvements may at any time be operated or known, all rights to carry on business under any such names or any variant thereof, and all goodwill in any way relating to the Property, (ii) all permits, licenses, authorizations, variances, land use entitlements, approvals and consents issued or obtained in connection with the construction of the Improvements, (iii) all permits, licenses, approvals, consents, authorizations, franchises and agreements issued or obtained in connection with the construction of any Improvements, or the use, occupancy or operation of the Property, (iv) all materials prepared for filing or filed with any governmental agency, (v) all of Trustor's rights under any contract in connection with the development, use, operation, and management of the Property; and (vi) all development rights relating to the Land, including, without limitation, those certain Transfer Development Rights evidenced by a Certificate of Eligibility dated , 2003, issued by Douglas County Community Development Department, and conveyed to Trustor by deed recorded in the Office of the County Recorder, Douglas County, Nevada, on 11-17-03 , 2003, as Document No. 597011;

- (g) All service, engineering, consulting, leasing, architectural and other similar contracts of any nature as such may be modified, amended or supplemented from time to time, concerning the management, operation, occupancy, use, and/or disposition of any portion of or all of the Property;
- (h) All architectural drawings, plans, specifications, soil tests, feasibility studies, appraisals, engineering reports and similar materials relating to any portion of or all of the Property;
- (i) All reserves, deferred payments, deposits, refunds, cost savings and payments of any kind relating to the operation, occupancy, use and disposition of any portion of or all of the Property;
- (j) All proceeds and claims arising on account of any damage to or taking of the Property or any part thereof, and all causes of action and recoveries for any loss or diminution in the value of the Property;
- (k) All policies of, and proceeds resulting from insurance relating to the Property or any of the above collateral, and any and all riders, amendments, extensions, renewals, supplements or extensions thereof, and all proceeds thereof;
- (l) All shares of stock or other evidence of ownership of any part of the Property that is owned by Debtor in common with others, including all water stock relating to the Property, if any, and all documents or rights of membership in any owners' or members' association or similar group having responsibility for managing or operating any part of the Property; and

(m) All proceeds, whether cash, promissory notes, contract rights, or otherwise, of the sale or other disposition of all or any part of the estate of Debtor upon the Property now or hereafter existing thereon.

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Hale Lane Peek Dennison and Howard Attorneys and Counsellors at Law Las Vegas, Nevada (702) 222-2500 PARCEL ONE:

LEGAL DESCRIPTION

The land referred to herein is situated in the State of Nevada, County of Douglas, described as follows:

A parcel of land located within a portion of the Southwest 1/4 of Section 34, Township 13 North, Range 20 East, Mount Diablo Meridian, more particularly described as follows:

Commencing at the Southwest corner of said Section 34 as shown on the Record of Survey for Rhoda Chichester Revocable Trust, Robert L. Chichester Jr. and Ross J. Chichester, filed in the Douglas County Recorder's office on March 4, 1994 in Book 394, at Page 825, as Document No. 331559 and as shown on the Record of Survey No. 23 for Douglas County, filed in the Douglas County Recorder's office on January 4, 1991 in Book 191, at Page 275, as Document No. 242238, a 5/8" rebar and aluminum cap stamped Do. Co. in well;

thence North 01°01'12" East, 860.35 feet along the west section line of said Section 34 to the Point of Beginning;

thence continuing along said section line North 01°01'12" East, 1,788.68 feet to the East 1/4 corner, a 5/8" rebar with plastic cap, P.L.S. 6899;

thence South 89°18'41" Bast, 1323.98 feet along the one-quarter section line of said Section 34 to a point on the West one-sixteenth line of said Section 34;

thence South 00°59'03" West, 647.43 feet along said west one-sixteenth line;

thence South 89°00'57" East, 8.92 feat to the Northwest corner of the parcel shown as James Decker Family Trust on the Record of Survey for John and Andrae (Jody) Laxague, filed in the Douglas County Recorder's office on October 2, 1986 in Book 1086, at Page 169, as Document No. 142028;

thence South 01°14'03" West, 666.91 feet to a 5/8" rebar and (melted) plastic cap, the Southwest corner of said James Decker Family Trust parcel;

thence South 01°15'57" West 1283.98 feet to a point on the North right-of-way of Toler Lane as shown on said Record of Continued on next page survey No. 23 for Douglas County;

thence North 89°20'34" West, 536.92 feet along said North right-of-way;

thence along the arc of a non-tangent curve to the left, concave to the Northwest, having a radius of 20.00 feet, central angle of 90°00'00", arc length of 31.42 feet and chord bearing North 45°39'26" East;

thence North 00°39'26" East, 771.35 feet;

thence along the arc of a curve to the left having a radius of 20.00 feet, central angle of 90°04'28" and arc length of 31.44 feet;

thence North 89°25'02" West, 783.22 feet to the Point of Beginning.

The Basis of Bearing of this description is North 89°25'02" West, the South line of Section 33, Township 13 North, Range 20 East, Mount Diablo Meridian as shown on Record of Survey No. 23 for Douglas County filed in the Douglas County Recorder's office on January 4, 1991 in Book 191, at Page 275, as Document No. 242238.

Reference is made to Record of Survey to Support a Boundary Line Adjustment and filed for record with the Douglas County Recorder on June 21, 1995 in Book 695, at Page 3371, as Document No. 364543, Official Records of Douglas County, Nevada.

ASSESSOR'S PARCEL NO. 1320-34-002-001

"IN COMPLIANCE WITH NEVADA REVISED STATUTE 111.312, THE HEREIN ABOVE LEGAL DESCRIPTION WAS TAKEN FROM INSTRUMENT RECORDED JUNE 21, 1995, BOOK 695, PAGE 3378, AS FILE NO. 364545, RECORDED IN THE OFFICIAL RECORDS OF DOUGLAS COUNTY, STATE OF NEVADA." PARCEL TWO:

LEGAL DESCRIPTION

The land referred to herein is situated in the State of Nevada, County of Douglas, described as follows:

All that certain lot, piece or parcel of land situate in Section 3, Township 12 North, Range 20 East, M.D.B.&M., Douglas County, Nevada, described as follows:

The West 1/2 of Lot 2 of the Northwest 1/4.

EXCEPT THEREFROM: that portion of said land deeded to the County of Douglas, in Document recorded January 30, 1987, in Book 187, at Page 2931, as Document No. 149294, further described as follows:

The South 33.50 feet of the North 50.00 feet of the West half of Lot 2 of the Northwest quarter of Section 3, Township 12 North, Range 20 East, M.D.B.&M.

EXCEPTING THEREFROM: that portion of said land as shown in Deed to Douglas County recorded December 16, 1922, in Book R of Deeds, at Page 331, as Document No. 371.

Reference is made to Record of Surveys recorded January 21, 1998, in Book 198 of Official Records, at Page 3091, as Document No. 430887 and further recorded November 6, 2001, in Book 1101 of Official Records, at Page 1632, as Document No. 527094.

ASSESSOR'S PARCEL NO. 1220-03-000-033

"IN COMPLIANCE WITH NEVADA REVISED STATUTE 111.312, THE HEREIN ABOVE LEGAL DESCRIPTION WAS TAKEN FROM INSTRUMENT RECORDED FEBRUARY 14, 1991, BOOK 291, PAGE 1385, AS FILE NO. 244803, RECORDED IN THE OFFICIAL RECORDS OF DOUGLAS COUNTY, STATE OF NEVADA."