

REQUESTED BY  
**FIRST AMERICAN TITLE CO.**  
IN OFFICIAL RECORDS OF  
DOUGLAS CO., NEVADA

2004 NOV 16 PM 1:22

WERNER CHRISTEN  
RECORDER

\$18<sup>00</sup> PAID \$3 DEPUTY

*Pt. of A.P.N.-1318-15-823-011*

**This instrument Prepared By:**  
Trendwest Resorts, Inc.  
9805 Willows Road  
Redmond, WA 98052  
Attn: Legal Department

**DEED OF TRUST SPREADER AND RELEASE AGREEMENT**

**(Johann and Kerry Lau)**

THIS AGREEMENT, made and entered in to this 22<sup>nd</sup> day of September, 2004, by and between **TRENDWEST RESORTS, INC.**, an Oregon corporation (hereinafter referred to as "Lender"); and **JOHANN LAU JR. and KERRY K. LAU**, husband and wife (hereinafter referred to as "Borrower").

**WITNESETH:**

**WHEREAS**, BORROWER is indebted to LENDER, pursuant to that original Promissory Note entered into between BORROWER AND LENDER, dated September 11, 2003 (the "NOTE"), which note is secured by a Deed of Trust of the same date (the "Deed of Trust") encumbering the property described as follows (the "ORIGINAL PROPERTY"):

SEE EXHIBIT "A" ATTACHED HERETO

**WHEREAS**, the DEED OF TRUST has been recorded on December 9, 2003, in Official Records Book 1203, at Page 3684 of the Public Records of Douglas County, Nevada; and

**WHEREAS**, BORROWER and LENDER desire to amend the DEED OF TRUST to release the ORIGINAL PROPERTY from the lien of the DEED OF TRUST and to substitute the property described below (the "SUBSTITUTE PROPERTY") in its place.

**NOW, THEREFORE**, in consideration of these premises and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged by all parties, the parties hereto do hereby agree as follows:

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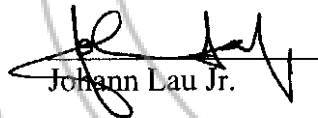
1. **Representations.** The foregoing representations are true and correct and are incorporated herein by reference.
2. The ORIGINAL PROPERTY is hereby released from the DEED OF TRUST and the SUBSTITUTE PROPERTY (described below) is hereby substituted as the property encumbered by the DEED OF TRUST:

SEE EXHIBIT AB@ ATTACHED HERETO

3. **Remaining Terms and Provisions.** All remaining terms and provisions of the DEED OF TRUST not specifically amended pursuant to this Agreement shall remain in full force and effect. In case of any conflict between any of the provisions of this Agreement and the DEED OF TRUST, the provisions of this Agreement shall prevail.
4. **Binding Agreement.** This Agreement shall be binding upon the parties hereto as well as upon their respective heirs, administrators, successors and assigns. This Agreement shall be interpreted in accordance with the laws of the State of Nevada.

**IN WITNESS WHEREOF**, the parties hereto have hereunto set their hands and seals the day and year first above written.

BORROWER:

  
Johann Lau Jr.

BORROWER:

  
Kerry K. Lau

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**NEVADA SHORT-FORM INDIVIDUAL ACKNOWLEDGMENT** N.R.S. 240.166

State of Nevada

County of WASHOE

} ss.

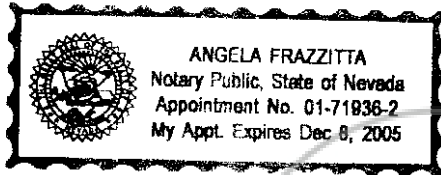
This instrument was acknowledged before me on this the 24<sup>th</sup> day of SEPTEMBER, 2004, by

(1) JOHANN LAU, JR

Name of Signer

(2) and KERRY K. LAU

Name of Signer



Angela Frazzitta  
Signature of Notary Public

**OPTIONAL**

*Though the information in this section is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document.*

**Description of Attached Document**

Title or Type of Document: \_\_\_\_\_

Document Date: \_\_\_\_\_ Number of Pages: \_\_\_\_\_

Signer(s) Other Than Named Above: \_\_\_\_\_

**RIGHT THUMBPRINT OF SIGNER #1**  
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**RIGHT THUMBPRINT OF SIGNER #2**  
Top of thumb here

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## Exhibits A

THE RESORT AT SOUTH SHORE

THE RESIDENCE CLUB By Trendwest ("Residence Club")

*One Thirteenth (1/13th) Fractional Interest*

Fractional Interest Letter H (the "**Fractional Interest**") consisting of a 1/13th undivided ownership interest as tenant in common in Residence Club Unit No. 14102 (the "**Residence Club Unit**") contained within South Shore, a Nevada condominium project, as identified and established in the Condominium Plat of South Shore, a Commercial Subdivision recorded on December 5, 2002 in Book 1202, at Page 2181, as Document No. 559872, and as created pursuant to that certain Declaration of Condominium-South Shore recorded on December 5, 2002 in Book 1202, at Page 2182, as Document No. 559873 in the office of the Recorder of Douglas County, Nevada, together with the undivided interest in the Common Elements (the "**Common Elements**") appurtenant to said Fractional Interest, and together with the exclusive right to possession and occupancy of such Residence Club Unit during certain Occupancy Periods in accordance with the Declaration of Covenants, Conditions, Easements and Restrictions for the Residence Club at South Shore recorded on December 5, 2002 in Book 1202, at Page 2217, as Document No. 559874.

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## Exhibits B

### THE RESORT AT SOUTH SHORE

#### THE RESIDENCE CLUB By Trendwest ("Residence Club")

##### *One Thirteenth (1/13th) Fractional Interest*

Fractional Interest Letter I (the "**Fractional Interest**") consisting of a 1/13th undivided ownership interest as tenant in common in Residence Club Unit No. 14303 (the "**Residence Club Unit**") contained within South Shore, a Nevada condominium project, as identified and established in the Condominium Plat of South Shore, a Commercial Subdivision recorded on December 5, 2002 in Book 1202, at Page 2181, as Document No. 559872, and as created pursuant to that certain Declaration of Condominium-South Shore recorded on December 5, 2002 in Book 1202, at Page 2182, as Document No. 559873 in the office of the Recorder of Douglas County, Nevada, together with the undivided interest in the Common Elements (the "**Common Elements**") appurtenant to said Fractional Interest, and together with the exclusive right to possession and occupancy of such Residence Club Unit during certain Occupancy Periods in accordance with the Declaration of Covenants, Conditions, Easements and Restrictions for the Residence Club at South Shore recorded on December 5, 2002 in Book 1202, at Page 2217, as Document No. 559874.

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