

1023-07-002-002, 1023-08-002-008
1022-00-002-005
1022-12-002-015, 016
A.P.N. # 1023-00-002-002, 005

ESCROW NO. 04043465 640503049

RECORDING REQUESTED BY:
STEWART TITLE COMPANY
1023-17-000-007, 011

WHEN RECORDED MAIL TO:

FAIRFIELD RANCH, LLC.
P.O. BOX 19640
RENO, NEVADA 89511

REQUESTED BY
Stewart Title of Douglas County

IN OFFICIAL RECORDS OF
DOUGLAS CO., NEVADA

2004 DEC -6 PM 3:27

WERNER CHRISTEN
RECORDER

\$22⁰⁰ PAID KJ DEPUTY

(space above for recorder's use only)

DEED OF TRUST WITH ASSIGNMENT OF RENTS

THIS DEED OF TRUST, made this 15th day of November, 2004, between,
J.F. BAWDEN, A MARRIED MAN AS HIS SOLE AND SEPARATE PROPERTY

(whose address is: 623 W. Washington St, #1, Carson City,
NV 89703)

herein called "Trustor", STEWART TITLE OF CARSON CITY, a Nevada
Corporation herein called "Trustee", and

FAIRFIELD RANCH, LLC., A NEVADA LIMITED LIABILITY
COMPANY

(whose address is: P.O. BOX 19640, RENO, NEVADA 89511)
herein called "Beneficiary"

WITNESSETH:

That Trustor irrevocably grants to Trustee in trust, with power of sale, all interest of Trustor in that certain
property situate in Douglas County, State of Nevada, more particularly
described as follows:

See Exhibit "A" attached hereto and by reference made a part hereof for complete legal description.

TOGETHER WITH, the tenements, hereditaments and appurtenances thereunto belonging or appertaining, and
the reversion and reversions, remainder and reminders, rents, issues and profits thereof, subject, however, to the
right of Beneficiary, during any period of default hereunder, and without waiver of such default, to collect
said rents, issues, and profits by any lawful means, and to apply the same, less costs and expenses of collection,
to any indebtedness secured hereby.

FOR THE PURPOSE OF SECURING: (1) payment of the sum of \$ 3,250,000.00 and the interest
thereon according to the terms of a promissory note or notes of even date herewith made by Trustor, payable to
order of Beneficiary, and all extensions or renewals thereof; and (2) the performance of each agreement of
Trustor incorporated herein by reference or contained herein; and (3) payment of additional sums and interest
thereon which may hereafter be loaned to Trustor, or to his successors or assigns, when evidenced by a
promissory note or notes reciting that they are secured by this Deed of Trust.

AND THIS INDENTURE FURTHER WITNESSETH:

1. Trustor agrees to properly care for and keep said property in good condition and repair; not to remove or
demolish any building thereon; to complete in a good and workmanlike manner any building which may be
constructed thereon, and to pay when due all claims for labor performed and materials furnished therefor; to
comply with all laws, ordinances and regulations relating to any alterations or improvements made thereon; not
to commit or permit any waste thereof; not to commit, suffer, or permit any act to be done in or upon said
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property in violation of any law, covenant, condition, or restriction affecting said property, to cultivate, irrigate, fertilize, fumigate, prune, and/or do any other act or acts, all in a timely and property manner, which from the character or use of said property, may be reasonably necessary, the specific enumerations herein not excluding the general.

2. Trustor agrees to pay and discharge all costs, fees and expenses of this trust incurred in connection with any default by Trustor.

3. During the continuance of this trust, Trustor covenants to keep all buildings that may now or at any time be on said property in good repair and insured against loss by fire, with extended coverage endorsement, in a company or companies authorized to issue such insurance in the State of Nevada. Said insurance shall be at least in the sum of all obligations having priority over this deed of trust, or the maximum full insurable value of such buildings, whichever is less. Said insurance shall be payable to Beneficiary to the amount of any monetary loss suffered by Beneficiary as a result of the breach by Trustor of a provision of this deed of trust or of the Agreement hereby secured. The policy or policies of said insurance shall be delivered to Beneficiary or to the collection agent of Beneficiary, as further security, and in default thereof, Beneficiary may procure such insurance and/or make such repairs, and expend for either of such purposes such sum or sums Beneficiary shall deem necessary. The amount collected by Beneficiary under any fire or other insurance policy may be applied by Beneficiary upon any monetary loss suffered by Beneficiary as a result of the breach by Trustor of a provision of this Deed of Trust or of the Agreement secured hereby, or, at the option of Beneficiary, the entire amount so collected, or any part thereof, may be released to Trustor. Such application or release shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

4. Trustor promises and agrees that if, during the existence of this trust, there be commenced or pending any suit or action affecting said property, or any part thereof, or the title thereto, or if any adverse claim for or against said property, or any part thereof, be made or asserted, he will appear in and defend any such matter purporting to affect the security and will pay all costs and damages arising because of such action.

5. Any award of damages in connection with any condemnation for public use of, or injury to said property, or any part thereof, is hereby assigned and shall be paid to Beneficiary, who may apply or release such moneys received by him in the same manner and with the same affect as herein provided for disposition of proceeds of insurance.

6. Trustee shall be under no obligation to notify any party hereto of any pending sale of said property, whether such sale is by foreclosure or otherwise or of any action or proceeding in which Trustor or Beneficiary or Trustee shall be a party, unless brought by Trustee.

7. At any time, and from time to time, without liability therefor and without notice to Trustor, upon written request of Beneficiary and presentation of this Deed of Trust and the Agreement secured hereby for endorsement and without affecting the personal liability of any person for performance of the Agreement secured hereby or the effect of this deed of trust upon the remainder of said property, Trustee may: reconvey any part of said property; consent in writing to the making of any map or plat thereof; join in granting any easement thereof or join in any extension agreement or subordination agreement in connection herewith.

8. Upon receipt of written request from Beneficiary that the Agreement secured hereby has been performed and upon the surrender of this Deed of Trust and the Agreement secured hereby to Trustee for cancellation and retention, or such other disposition as Trustee, in its sole discretion, may choose, and upon payment of its fees, the Trustee shall reconvey, without warranty, the property then held hereunder. The recitals in such reconveyance of any matters of fact shall be conclusive proof of the truth thereof. The Grantee in such reconveyance may be described in general terms as "the person or persons legally entitled thereto".

9. Should Trustor default in any term, covenant or condition of the Agreement secured hereby, or in the performance of any of the covenants and agreements herein contained or incorporated herein by reference, Beneficiary may proceed to exercise the remedies herein provided. CONTINUED ON NEXT PAGE

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DEED OF TRUST WITH ASSIGNMENT OF RENTS - Page 3

(a) Should default be made by Grantor in payment of any indebtedness secured hereby and/or in performance of any agreement herein, then Beneficiary may declare all sums secured hereby immediately due by delivery to Trustee of a written declaration of default and demand for sale, and of written notice of default and election to cause said property to be sold (which Trustee shall cause to be filed for record) and shall surrender to Trustee this Deed, the notes and all documentation evidencing any expenditure secured hereby.

(b) After three months shall be elapsed following recordation of such notice of default, Trustee shall sell said property at such time and at such place in the State of Nevada as the Trustee, in its sole discretion, shall deem best to accomplish the objects of these Trusts, having first given notice of such sale as then required by law. Place of sale may be either in the county in which the property is to be sold, or any part thereof, is situated, or at an office of the Trustee located in the State of Nevada.

(c) The Grantor, Pledgor and Mortgagor of the personal property herein pledged and/or mortgaged waives any and all other demands or notices as condition precedent to sale of such property.

(d) Trustee may postpone sale of all, or any portion, of said property by public announcement at the time fixed by said notice of sale, and may thereafter postpone said sale from time to time by public announcement at the time previously appointed.

(e) At the time of sale so fixed, Trustee may sell the property so advertised or any part thereof, either as a whole or in separate at its sole discretion, at public auction, to the highest bidder for cash in lawful money of the United States, payable at time of sale, and shall deliver to purchaser, a deed conveying the property so sold, but without covenant or warranty, express or implied, Grantor hereby agrees to surrender, immediately and with demand, possession of said property to such purchaser.

10. Trustee shall apply the proceeds of any such sale to payment of, expenses of sale and all charges and expenses of Trustee and of these Trusts, including cost of evidence of title and Trustee's fee in connection with sale; all sums expended under the terms hereof, not then repaid, with accrued interest at the rate of ten percent (10%) per annum, all other sums then secured hereby, and the remainder, if any, to the person or persons legally entitled thereto.

11. The following covenants No. 1, 3, 4 (interest 12%), 5, 6, 7 (counsel fees - a reasonable percentage), 8 and 9 of Nevada Revised Statutes 107.030, are hereby adopted and made a part of this Deed of Trust.

12. Trustor agrees to pay any deficiency arising from any cause after application of the proceeds of the sale held in accordance with the provisions of the covenants hereinabove adopted by reference.

13. This Deed of Trust applies to, inures to the benefit of, and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, successors and assigns. It is expressly agreed that the Trust created hereby is irrevocable by Trustor.

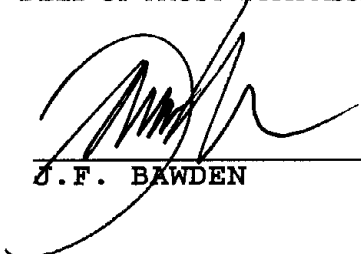
14. Trustee accepts this trust when this Deed of Trust, duly executed and acknowledged is made a public record as provided by law, reserving, however, unto the Trustee, the right to resign from the duties and obligations imposed herein whenever Trustee, in its sole discretion, deems such resignation to be in the best interest of the Trustee. Written notice of such resignation shall be given to Trustor and Beneficiary.

15. In this Deed of Trust, whenever the context so requires, the masculine gender includes the feminine and/or neuter, and the singular number includes the plural. The term "Beneficiary" includes any future holder of the note secured hereby. The term "Trustor" includes the term "Grantor".

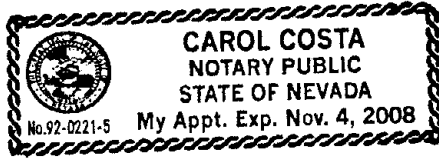
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J.F. BAWDEN



Executed this 1st day of Dec 2004
STATE OF Nevada
COUNTY OF Carson City } ss.

This instrument was acknowledged before me on 12-1-04
by, J.F. BAWDEN

Signature Carol Costa

Notary Public

(One Inch Margin on all sides of document for Recorder's Use Only)

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LEGAL DESCRIPTION

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

PARCEL 1:

Township 10 North, Range 22 East, M.D.B. & M.
Section 13: All

EXCEPTING THEREFROM that portion of Section 13 shown on two Records of Survey filed in the office of the County Recorder of Douglas County on October 10, 1969, in Book 1 of Maps under Recorder's filing Numbers 48990 and 45991, and Parcel Maps for R.G. Whitney and Dan Walsh recorded as Document Nos. 17012 and 18550.

A portion of Section 23: All; excepting therefrom the Northwest 1/4, the North 1/2 of the Southwest 1/4 of the Southwest 1/4 of the Southwest 1/4 and the North 1/2 of the North 1/2 of the Southeast 1/4 of the Southwest 1/4.

Section 24: All

Section 25: North 1/2; Fractional North 1/2 of Southwest 1/4 lying North of a traverse line "B" hereinafter described; Fractional East 1/2 of Southeast 1/4 lying North of a traverse Line "B" hereinafter described,

Section 26: North 1/2; Fractional South 1/2 lying North of traverse Line "B" hereinafter described,

A portion of APN 1023-00-002-002

APN 1022-00-002-005

PARCEL 2:

Township 10 North, Range 23 East, M.D.B. & M.

Section 7: Lot 3 (Northwest 1/4 of Southwest 1/4) Excepting therefrom that portion lying Northerly of the Southerly right-of-way line of State Route 3 (208). Section 7: Southeast 1/4 of the Southwest 1/4 and the Southeast 1/4 of the Southeast 1/4.

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Section 8: Southeast 1/4 of the Southeast 1/4

Section 17; Southeast 1/4 of the Northeast 1/4; fractional East 1/2 of the Southeast 1/4 lying above the 5010 foot contour line of Hoyer Canyon Reservoir. Section 17: Northwest 1/4 of the Northwest 1/4

Section 18: North 1/2; and the West 1/2 of the Southwest 1/4.

Section 19: South 1/2 and the West 1/2 of the Northwest 1/4.

Section 20: Southwest 1/4

Section 30: North 1/2; fractional South 1/2 lying North of a traverse line "B" hereinafter described.

A portion of APN 1023-00-002-002

APN 1023-07-002-002
1023-08-002-008
1023-17-000-013

PARCEL 3:

Section 31; Township 10 North, Range 23 East, M.D.B. & M.; Fractional East 1/2 of West 1/2 of Southeast 1/4 lying East of a traverse line "A" hereinafter described; fractional East 1/2 lying East of a traverse line "A" hereinafter described.

APN 1023-00-002-005

Traverse line "A" above referred to is described as follows: Township 10 North, Range 23 East, M.D.B. & M.,

COMMENCING at a point which lies South 14°4' West 714.3 feet from the West quarter corner of Section 19, Township 9 North, Range 23 East, M.D.B.&M., thence along the fence known as the East fence of the Lancaster field North 5°20' East 15,333.0 feet; thence West 208.0 feet; thence North 0°22' West 4,294.0 feet, thence the Northeast corner of Section 1, Township 9 North, Range 22 East, M.D.B.&M., bears South 87°22' West 1,216.0 feet; thence South 88°5' East 2,000 feet; thence North 88°44' East 604.0 feet;

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thence North 2°58' West 1,125.5 feet; thence North 14°40' East 4,898 feet to the end of traverse "A" being a point in the Southeast 1/4 of the Southeast 1/4 of Section 30, Township 10 North, Range 23 East, M.D.B.&M., which is the beginning point of traverse "B" above mentioned; said point lies North 14°40' East 822 feet from an intersection with the South boundary of Section 30 at a point North 88°30' West 417 feet from the Southeast corner of Section 30, Township 10 North, Range 23 East, M.D.B.&M.

EXCEPTING THEREFROM that portion described in the Final Order of Condemnation filed in the First Judicial District Court of the State of Nevada, in and for the County of Douglas on July 22, 1965, as Case No. 2251, recorded July 22, 1965 in Book 33, Page 85.

Traverse line "B" above referenced to is described as follows: Township 10 North, Range 23 East, M.D.B. & M.,

BEGINNING at the said last mentioned point at the end of Traverse "A", thence North 82°56' West 9,062.0 feet, ending across Walker River near the end of Topaz Lake outlet canal and 100 feet South of the Center line thereof, thence North 450 feet, thence South 56°7' West 566 feet; thence South 65°21' West 2,879.3 feet, thence South 81°55' West 611.3 feet; thence South 81°55' West 611.3 feet; thence North 86°47' West 5,991.0 feet.

PARCEL 4:

All that certain lot, piece or parcel of land situate in the Southeast 1/4 of Section 12, Township 10 North, Range 22 East, Douglas County, Nevada, described as follows:

Parcels 3 and 4, as set forth on that certain Parcel Map for Gregory and Schoch, et al filed for record in the office of the County Recorder of Douglas County, State of Nevada, in Book 879, Page 207, as Document No. 35156.

APN 1022-12-002-015
1022-12-002-016

PARCEL 5:

The Northeast 1/4 of the Southwest 1/4 of Section 17,
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Township 10 North, Range 23 East, M.D.B. & M.

APN 1023-17-000-011

PARCEL 6:

TOGETHER WITH the following easements:

The Non-exclusive right to use all easements appurtenant to the Real Property, or used in connection therewith, including, but not limited to, and all easements for ingress and egress which may have been acquired by prescription;

Non-exclusive easements of a width required by the County of Douglas for an approved subdivision, over, across, and through that real property situate in Douglas County, State of Nevada, which is more particularly described as follows:

All that certain real property situate in the County of Douglas, State of Nevada, described as follows (which is herein referred to as "the Released Land"):

Township 9 North, Range 23 East, M.D.B. & M.,

Section 5: South 1/2 of South 1/2;

Section 6: Southeast 1/4 of Northeast 1/4;

Township 10 North, Range 23 East, M.D.B. & M.,

Section 4: Southeast 1/4 of Southwest 1/4; South 1/2 of the Southeast 1/4;

Section 8: Southeast 1/4 of Southwest 1/4;

Section 9: North 1/2 of the Northeast 1/4; Southwest 1/4 of Northeast 1/4; Northwest 1/4 of Northwest 1/4; Southeast 1/4 of Northwest 1/4; Northwest 1/4 of Southwest 1/4; Southeast 1/4 of Southwest 1/4; Northwest 1/4 of Southeast 1/4; South 1/2 of Southeast 1/4;

Section 15: Fractional North 1/2 of Southwest 1/4 of Northwest 1/4 of Northwest 1/4 lying below the 5010 foot contour line of Hoye Canyon Reservoir.

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Section 16: Northwest 1/4; North 1/2 of Northeast 1/4;
Fractional North 1/2 of Southwest 1/4 and Fractional North
1/2 of South 1/2 of Northeast 1/4 lying below the 5010
contour line of the Hoye Canyon Reservoir.

Section 17: Northwest 1/4 of Southwest 1/4; South 1/2 of
Southwest 1/4; Fractional West 1/2 of Southeast 1/4 lying
below the 5010 foot contour of the Hoye Canyon Reservoir;
Northwest 1/4 of Northeast 1/4; Southeast 1/4 of Northwest
1/4.

Section 18: Southeast 1/4; Northeast 1/4 of Southwest 1/4;
Southeast 1/4 of Southwest 1/4.

Section 19: Northeast 1/4; East 1/2 of the Northwest 1/4.

Section 20: Northwest 1/4.

NOTE (NRS 111.312): The above metes and bounds description
appeared previously in that certain QUITCLAIM DEED,
recorded in the office of the County Recorder of Douglas
County, Nevada on August 30, 1999, in Book 899, Page, 5464,
as Document No. 475504, of Official Records.