

OFFICIAL RECORD

Requested By:

FIRST AMERICAN TITLE

A. P. No. 1220-09-401-001

Escrow No. 2201705-NMP

When recorded mail to:

Bennie DiSalvo, Trustee  
P.O. Box 31  
Gardnerville, NV 89410

Douglas County - NV  
Werner Christen - Recorder

Page: 1 Of 7 Fee: 20.00  
BK-0505 PG-02554 RPTT: # 0



DEED OF TRUST  
WITH ASSIGNMENT OF RENTS

THIS DEED OF TRUST, made May 3, 2005, between  
HOLSTEIN FARMS, LLC, a Nevada Limited Liability Company, herein  
called "Trustor", whose address is: 1080 Centerville Lane  
Gardnerville, NV 89410, FIRST AMERICAN TITLE COMPANY OF  
NEVADA, a Nevada corporation, herein called "Trustee", and BENNIE  
TOM DiSALVO, Trustee of THE BENNIE TOM DiSALVO REVOCABLE TRUST  
dated April 18, 1983, herein called "Beneficiary", whose address  
is: P.O. Box 31 Gardnerville, NV 89410,

W I T N E S S E T H:

That Trustor irrevocably grants to Trustee in trust, with  
power of sale, all interest of Trustor in that certain property  
situate in the County of Douglas, State of Nevada, more  
particularly 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, 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 principal sum of \$450,000.00, 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; (2) the performance of each agreement of Trustor incorporated herein by reference or contained herein; and (3) payment of such additional sums which may hereafter be loaned to Trustor by Beneficiary 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 alter, remove, damage or demolish any building or improvement thereon; to complete in a good and workmanlike manner any building or improvement 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 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 proper 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 in such sum or sums as shall equal the total indebtedness secured by this Deed of Trust and 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 the unsatisfied obligation to Beneficiary 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 as Beneficiary shall deem necessary. The amount collected by Beneficiary under any fire or other insurance policy may be applied by Beneficiary upon the indebtedness secured hereby and in such order as Beneficiary may determine, 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. Except as may be required by law, 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. By accepting payment of any sum secured hereby after its due date, Beneficiary does not waive his right either to require prompt payment, when due, of all other sums so secured or to declare default, as herein provided, for failure to so pay.

8. At any time, and from time to time, without liability therefor, upon written request of Trustor and Beneficiary, and without affecting the personal liability of any person for payment of the indebtedness secured hereby or the effect of this Deed of Trust upon said property, Trustee may consent in writing to the making of any map or plat thereof or join in granting any easement thereon.

9. Upon receipt of written request from Beneficiary reciting that all sums secured hereby have been paid and upon surrender of this Deed of Trust and the note 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".

10. Should Trustor default in the payment of any indebtedness secured hereby, or in the performance of any of the covenants and agreements herein contained or incorporated herein by reference, Beneficiary may declare all sums secured hereby immediately due and payable.

11. The following covenants Nos. 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, and, notwithstanding any provision of said covenant No. 7 to the contrary, proceeds of any foreclosure sale shall be distributed pursuant to the provisions of Nevada Revised Statutes 40.462.

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, unless the context requires otherwise, 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".







EXHIBIT "A"

LEGAL DESCRIPTION

THAT PORTION OF SECTION 9, TOWNSHIP 12 , RANGE 20, MOUNT DIABLO BASE AND MERIDIAN, DESCRIBED AS FOLLOWS:

A PARCEL OF LAND LOCATED WITHIN A PORTION OF THE SOUTHWEST ONE-QUARTER OF THE SOUTHWEST ONE-QUARTER (SW 1/4 SW 1/4) OF SECTION 9, TOWNSHIP 12 NORTH, RANGE 20 EAST, MOUNT DIABLO MERIDIAN, MORE PARTICULARLY DESCRIBED AS FOLLOWS:

COMMENCING AT THE NORTHWEST CORNER OF A.P.N. 27-140-08, ALSO A 5/8" REBAR WITH CAP PLS 6200, AS SHOWN ON THE RECORD OF SURVEY OF A LOT LINE ADJUSTMENT OF THE MAGIL RANCH RECORDED IN DOUGLAS COUNTY, NEVADA AS DOCUMENT NO. 258267 ON AUGUST 20, 1991, THENCE ALONG THE SOUTHERLY RIGHT-OF-WAY OF CENTERVILLE LANE SOUTH 89°18'39" EAST, 766.61 FEET; THENCE CONTINUING ALONG SAID RIGHT-OF-WAY SOUTH 88°51'01" EAST, 86.07 FEET TO THE POINT OF BEGINNING; THENCE CONTINUING ALONG SAID RIGHT-OF-WAY SOUTH 88°51'01" EAST, 439.20 FEET; THENCE SOUTH 01°08'59" WEST, 240.00 FEET; THENCE SOUTH 07°12'45" WEST, 491.56 FEET; THENCE SOUTH 89°06'25" WEST, 16.84 FEET; THENCE NORTH 89°58'19" WEST, 182.09 FEET; THENCE NORTH 13°15'54" WEST, 756.80 FEET TO THE POINT OF BEGINNING.

REFERENCE IS MADE TO RECORD OF SURVEY SUPPORTING A LOT LINE ADJUSTMENT FILED FOR RECORD ON DECEMBER 16, 1993, IN BOOK 1293, AT PAGE 3627, DOCUMENT NO. 325214, IN THE OFFICIAL RECORDS OF DOUGLAS COUNTY, NEVADA.

EXCEPTING THEREFROM A PARCEL OF LAND FOR PUBLIC ROAD RIGHT-OF-WAY PURPOSES SITUATED IN THE SW 1/4 OF SECTION 9, T. 12 N., R. 20 E., M.D.B. & M., DOUGLAS COUNTY, NEVADA AND BEING A PORTION OF THAT CERTAIN TRACT SHOWN BETWEEN PARCEL "ALL AND PARCEL "D" AND LABELED AS "NOT A PART" OF SILVERANCH UNIT 1-A AS SHOWN ON THAT CERTAIN MAP FILED IN THE OFFICE OF THE RECORDER OF DOUGLAS COUNTY, NEVADA IN BOOK 194 OF



THE OFFICIAL RECORDS AT PAGE 256 AS DOCUMENT NO. 326668, SAID PARCEL OF LAND BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

COMMENCING AT A FOUND 6" X 6" NEVADA DEPARTMENT OF HIGHWAYS CONCRETE MONUMENT ON THE SOUTH RIGHT-OF-WAY LINE OF NEVADA STATE HIGHWAY NO. 756 AT 27.00 FEET RIGHT OF CENTERLINE STATION "L" 93+23.90 P.C. AND CONSIDERING THE CENTERLINE OF THE "L" LINE BETWEEN STATIONS "L" 79+75.46 P.T. AND "L" 93+23.90 P.C. AS SHOWN ON SHEETS 5 AND 6 OF THE STATE OF NEVADA DEPARTMENT OF HIGHWAYS, CONSTRUCTION CONTRACT NO. 443, ACCEPTED OCTOBER 24, 1935, TO BEAR S. 89°23'00" E., WITH ALL BEARING CONTAINED HEREIN BEING RELATIVE THEREOF, SAID FOUND MONUMENT BEING ON THE NORTH LINE OF PARCEL "D" OF SAID DOCUMENT NO. 326668; THENCE S. 89°12'05" E. 86.21 FEET ALONG THE NORTH LINE OF SAID PARCEL "D" TO A FOUND 3/4" IRON PIPE WITH A YELLOW PLASTIC PLUG, L.S. 3519, FOR THE NORTHEAST CORNER OF SAID PARCEL "D" AND THE POINT OF BEGINNING OF THE PARCEL HEREIN DESCRIBED; THENCE S. 89°33'35" E. 439.05 FEET ALONG THE NORTH LINE OF SAID "NOT A PART" PARCEL TO A FOUND 3/4" IRON PIPE WITH A YELLOW PLASTIC PLUG, L.S. 3519, FOR THE NORTHEAST CORNER OF SAID "NOT A PART" PARCEL AND THE NORTHEAST CORNER OF SAID PARCEL "A"; THENCE S. 00°046'40" W. 21.52 FEET ALONG THE COMMON LINE BETWEEN SAID "NOT A PART" PARCEL AND PARCEL "A" TO A POINT 50.00 FEET SOUTH OF SAID LINE PROLONGED EASTERLY; THENCE N. 89°23'00" W. 99.05 FEET; THENCE N. 00°37'00" E. 20.00 FEET TO A POINT 30.00 FEET SOUTH OF SAID "L" LINE PROLONGED EASTERLY; THENCE N. 89°23'00" W. 339.25 FEET TO WEST LINE OF SAID "NOT A PART" PARCEL AND THE EAST LINE OF SAID PARCEL "D"; THENCE N. 13°38'42" W. 2.81 FEET ALONG THE COMMON LINE BETWEEN SAID "NOT A PART" PARCEL AND SAID PARCEL "D" TO THE POINT OF BEGINNING.

NOTE: THE ABOVE METES AND BOUNDS LEGAL DESCRIPTION APPEARED PREVIOUSLY IN THAT CERTAIN DOCUMENT RECORDED JUNE 21, 2000 IN BOOK 601, PAGE 5684 AS INSTRUMENT NO. 516878 OF OFFICIAL RECORDS, DOUGLAS COUNTY, NEVADA.

