/9

AeroMods, Inc.

DOC # 0657258
10/07/2005 02:46 PM Deputy: BC
OFFICIAL RECORD
Requested By:
DAVID BOTICH

Douglas County - NV
Werner Christen - Recorder
Page: 1 of 6 Fee: 19.00
BK-1005 PG- 3339 RPTT: 0.00

NOTICE OF LIEN

Greg Stevenson and GSE, Inc.
219 E. Enterprise
POB 7743
Incline Village, NV 89452

October 6, 2005

Pursuant to the Nevada Revised Statutes 108, this letter serves as formal written notification of AeroMods, Inc's. Claim of Lien against certain property owned by Greg Stevenson and/or GSE, Inc. for unpaid labor, materials, storage or services performed on said property at the request or with the consent of the owner.

1) <u>Itemized Statement of Claim:</u> Current amount due on 10/06/2005 is $9,137.98. See Attachment A, Invoice 1055, Attachment B, Invoice 1058, Attachment C, Invoice 1070, Attachment D, Statement dated 10/06/05, and Attachment E, Past Due Bill: Final Notice dated 09/30/2005. Reference "Expense Reports" dated 06/30/05, 07/31/05 and 09/30/05 for details of charges.

2) <u>Description of aircraft and aircraft equipment against which this lien exists:</u>
   a. Quickie aircraft, homebuilt including GSE heavy fuel engine,
   b. Engine test stand with DAQ system,
   c. Engine test stand propeller cage,
   d. Engine test stand propeller wash duct (unfinished),
   e. Miscellaneous aircraft parts and components including, but not limited to, propellers, engine cylinders, pumps, hardware, one roll-away tools box, two large tool cabinets, engineering CAD documents, etc.

3) <u>Demand:</u> The above amount, plus storage fees in the amount of $25.00 per day commencing on 10/05/2005, plus interest at the rate of 1.5% per month, plus any additional costs incurred in enforcing this Lien, are due and payable no later then ten (10) days after receipt of this notice.

4) <u>Statement:</u> If this claim has not been paid by the above specified date, then the above aircraft and aircraft equipment will be advertised for sale, and sold by auction on 11/21/2005 at the AeroMods, Inc.'s hanger located at 2183 Taxiway F, Unit A-4, Minden-Tahoe Airport, Minden, NV

AeroMods, Inc.

David A. Botich,
President

AeroMods, Inc.

Invoice

2827 Esaw Street
Minden, NV 89423

Date	Invoice #
7/8/2005	1055

Bill To
GS Engineering & Machine
219 East Enterprise
PO Box 7743
Incline Village, NV 89542

Ship To
GS Engineering & Machine
219 East Enterprise
PO Box 7743
Incline Village, NV 89542

Terms	Due Date
Net 15	7/23/2005

Quantity	Item Code	Description	Price Each	CLASS	Amount
	C-150	Cessna 150	230.00	C-150	230.00
	TCM 0-200	TCM 0-200A Engine Development & Dynamometer Testing	5,090.19	TCM-0200	5,090.19
	TCM TSIO-550	TCM TSIO-550 STC Development, Mogas/High-Performance Cylinder Modification	3,820.65	TSIO-550	3,820.65
	Quickie	Quickie	535.00	Quickie	535.00

Total	$9,675.84

AeroMods, Inc.

Invoice

2827 Esaw Street
Minden, NV 89423

Date	Invoice #
7/31/2005	1058

Bill To
GS Engineering & Machine 219 East Enterprise PO Box 7743 Incline Village, NV 89542

Ship To
GS Engineering & Machine 219 East Enterprise PO Box 7743 Incline Village, NV 89542

Terms	Due Date
Net 15	8/15/2005

Quantity	Item Code	Description	Price Each	CLASS	Amount
		Reference: GSE Projects 2005 Expense Report Period: 07/01/05 - 07/31/05			
1	C-150	Cessna 150	455.00	C-150	455.00
1	TCM 0-200	TCM 0-200A Engine Development & Dynamometer Testing	3,133.00	TCM-0200	3,133.00
1	TCM TSIO-550	TCM TSIO-550 STC Development, Mogas/High-Performance Cylinder Modification	4,151.00	TSIO-550	4,151.00

Total	$7,739.00

AeroMods, Inc.

2827 Esaw Street
Minden, NV 89423

Invoice

Date	Invoice #
9/22/2005	1070

Bill To
GS Engineering & Machine 219 East Enterprise PO Box 7743 Incline Village, NV 89542

Ship To
GS Engineering & Machine 219 East Enterprise PO Box 7743 Incline Village, NV 89542

Terms	Due Date
Net 15	10/7/2005

Quantity	Item Code	Description	Price Each	CLASS	Amount
		Reference:GSE Projects 2005 Expense Report Period: 09/01/05 - 09/30/05			0.00
1	C-150	Cessna 150	568.50	C-150	568.50
1	TCM 0-200	TCM 0-200A Engine Development & Dynamometer Testing	5,743.80	TCM-0200	5,743.80

| **Total** | | | | | $6,312.30 |

ATTACHMENT D

AeroMods, Inc.

2827 Esaw Street
Minden, NV 89423

Statement

Date
10/6/2005

To:

GS Engineering & Machine
219 East Enterprise
PO Box 7743
Incline Village, NV 89542

Amount Due	Amount Enc.
$24,308.47	

Date	Transaction	Amount	Balance
03/31/2005	Balance forward		0.00
07/08/2005	INV #1055	9,675.84	9,675.84
07/31/2005	INV #1058	7,739.00	17,414.84
09/22/2005	INV #1070	6,312.30	23,727.14
10/06/2005	INV #FC 1 - Finance Charge	556.33	24,283.47
10/06/2005	INV #FC 2 - Finance Charge	25.00	24,308.47

CURRENT	1-30 DAYS PAST DUE	31-60 DAYS PAST DUE	61-90 DAYS PAST DUE	OVER 90 DAYS PAST DUE	Amount Due
6,893.63	0.00	7,739.00	9,675.84	0.00	$24,308.47

AeroMods, Inc.

PAST DUE BILL: FINAL NOTICE

September 30, 2005

G S Engineering, Inc.
219 E. Enterprise
PO Box 7743
Incline Village, NV 89452

ATTN: Greg Stevenson

RE: Past Due Account

Dear Mr. Stevenson:

The letter serves as formal written notice requesting payment in full for your outstanding invoices as reflected on the attached statement dated September 30, 2005. Payment in full is due October 5, 2005.

If payment in full has not been received by October 5, 2005, a late fee equaling accrued interest at the rate of 1.5% per calendar month will be applied to the outstanding invoices.

Thank you in advance for your prompt attention to this matter.

Sincerely,
AeroMods, Inc.
Accounts Receivable
Susan Botich

2827 Esaw Street, Minden, NV 89423   ph: (775) 267-0598   fax: (775) 267-0581
web site: www.aeromods.com   email: mail@aeromods.com