

OFFICIAL RECORD

Requested By:

WESTERN TITLE COMPANY INC

A. P. No. 1022-16-001-040
No. 7227-FCL

Douglas County - NV
Werner Christen - Recorder

Page: 1 Of 2 Fee: 15.00
BK-1106 PG- 9289 RPTT: 0.00

When recorded mail to:

WESTERN TITLE COMPANY, INC.
Post Office Box 3059
Reno, Nevada 89505



NOTICE OF DEFAULT
AND ELECTION TO SELL

TO WHOM IT MAY CONCERN:

WHEREAS, on March 10, 2006, VERN HEALY, an unmarried man, executed as Trustor a Deed of Trust wherein WESTERN TITLE COMPANY, INC., a Nevada corporation, is Trustee for OCOTILLO, INC., a Nevada corporation, erroneously named OCTOTILLO, INC., a Nevada corporation, Beneficiary, as security for the payment of a Promissory Note made, executed and delivered on March 10, 2006, which said Deed of Trust was recorded March 10, 2006, as Document No. 0669630, Official Records, Douglas County, Nevada; and

WHEREAS, a breach of the obligation for which said transfer in trust as security was made has occurred in that default has been made in the failure to pay the installment of principal and interest due on November 10, 2006, and in the failure to pay each such monthly installment that thereafter became due, and in the failure to pay insurance premiums as required under the terms of the Deed of Trust and certain legal fees, and in the failure to perform any other term, covenant or condition contained in the Deed of Trust securing the Promissory Note and to be performed by Trustor, whether such failure to perform occurred prior to or subsequent to the date hereof, together with penalties and advances that have been incurred or made or will be incurred or made during the period of default;

WHEREAS, Beneficiary has advanced the sum of \$459.00 for homeowners insurance premiums and \$540.00 in legal fees.

NOTICE IS HEREBY GIVEN that the undersigned has elected to consider all of the unpaid balance of principal and interest to be due in consequence of said default, together with attorney's fees and costs that have been incurred and will hereafter accrue, all in accordance with the terms of said Promissory Note and Deed of Trust, and the undersigned has elected to sell or cause to be sold the real property described in said Deed of Trust to satisfy said obligation.

To obtain further information with respect to this Notice of Default and Election To Sell, contact the Foreclosure Office of Western Title Company, Inc., 500 Damonte Ranch Parkway, #657-B, Reno, NV 89511, Telephone No. (775) 850-7176, between the hours of 9:00 A.M. and 5:00 P.M., Monday through Friday.

DATED: 20 November, 2006.

OCTOTILLO
OCTOTILLO, INC., a Nevada corporation

By [Signature]

Its PRESIDENT

STATE OF NV)
COUNTY OF DOUGLAS) SS

This instrument was acknowledged before me on 11/20/06, 2006, by CASBY STANLEY, as PRESIDENT of/for OCTOTILLO, INC.

[Signature]
Notary Public

 LORI MAE SILVA
Notary Public - State of Nevada
Appointment Recorded in Douglas County
No: 97-2081-5 - Expires April 26, 2009