

OFFICIAL RECORD

Requested By:

ALLING & JILLSON LTD

APN 1319-30-543-008

RECORDING REQUESTED BY:

Michael A. Gehret, Esq.
ALLING & JILLSON, LTD.
276 Kingsbury Grade, Suite 2000
Post Office Box 3390
Lake Tahoe NV 89449-3390

Douglas County - NV
Werner Christen - Recorder

Page: 1 Of 3 Fee: 16.00
BK-0107 PG- 5811 RPTT: 0.00



AND WHEN RECORDED MAIL THIS DOCUMENT AND, UNLESS OTHERWISE SHOWN BELOW, MAIL TAX STATEMENTS TO:
Two Sixty One H Partners, LLC c/o Martin A. Leddy
305 East Glassboro Court
Hernando FL 34442-8234

SPACE ABOVE THIS LINE FOR RECORDER'S USE

Pursuant to NRS 239B.030, I, the undersigned, hereby affirm that this document submitted for recording does not contain the social security number of any person.

ALLING & JILLSON, LTD.

By:

MICHAEL A. GEHRET, ESQ., #9307

Attorneys for Two Sixty One H Partners, LLC

**NOTICE OF DEFAULT AND ELECTION
TO SELL INTEREST TO SATISFY LIEN**

NOTICE IS HEREBY given that Martin Leddy is the duly appointed managing agent for that certain real property located at 261 H Quaking Aspen, Stateline, Nevada, APN 1319-30-543-008 (the "Property") under the Declaration of Covenants, Conditions and Restrictions for Shared Ownership Interest, dated June 26, 1987, ("CC&R's") recorded against the Property to establish the rights and obligations of the Property owners in the Douglas County Recorder's Office as Document No. 157252.

That on June 26, 1987, Houston Biological Associates, Inc. acquired a 1/4 share in a 1/11 interest in the Property, Sherry C. Hudson acquired a 1/4 share in a 1/11 interest in the Property and William L. McGuire, Jr. acquired a 1/2 share in a 1/11 interest in the Property.

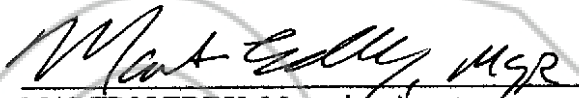
That Pursuant to the CC&R's, Martin Leddy, as Managing Agent of the Property, has a secured lien in the nature of a mortgage with the power of sale on the above-referenced ownership interests.

That Houston Biological Associates, Inc., Sherry C. Hudson and William L. McGuire, Jr., or their successors-in-interest, are in breach of, and default in, their obligations as partial owners of the Property as set forth in the CC&R's, in that they have not made payments for yearly and special assessments as set forth in Exhibit A attached and incorporated herein by reference.

That by reason thereof, Martin Leddy, the Managing Agent under the CC&R's, has executed and delivered to the above-referenced delinquent owners a "Notice of Delinquent Assessment and Intent to Sell 261 H Quaking Aspen, Stateline NV, APN 1319-30-543-008" and has declared, and does hereby declare, all sums secured by the lien immediately due and payable and has elected, and does hereby elect, to cause the 1/11 interest in the Property to be sold to satisfy the obligations secured thereby.

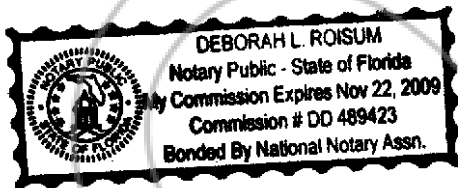
WARNING!
IF YOU FAIL TO PAY THE AMOUNT SPECIFIED IN THIS NOTICE,
YOU COULD LOOSE YOUR HOME,
EVEN IF THE AMOUNT IS IN DISPUTE!


Dated: 1-9-07


MARTIN LEDDY, Managing Agent

State of FLORIDA)
 :SS.
County of CITRUS)

Signed and affirmed before me on 1-9-07, by Martin Leddy.




(Signature of Notarial Officer)

**PAST DUES OWED FOR
HOUSTON BIOLOGICAL ASSOCIATES, INC.
SHERRY C. HUDSON
SEAN MCGUIRE
WILLIAM L. MCGUIRE, JR.**

YEAR	AMOUNT
2002 - 2003 Assessment	\$1,710.00
2003 - 2004 Assessment	\$1,680.00
2004 - 2005 Assessment	\$1,513.44
2005 - 2006 Assessment	\$1,933.64
7/1/2206 - 12/31/2006 Assessment	\$ 917.27
11/2006Special Assessment	\$1,000.00
Penalties and Interest	\$3,627.52
Collection and Legal Costs Through 10/31/06	\$ 341.25
TOTAL AMOUNT DUE	\$12,723.12

EXHIBIT A