



**COLLATERAL ASSIGNMENT OF NOTES RECEIVABLE AND MORTGAGES**

***Title of Document:*** Collateral Assignment of Notes Receivable and Mortgages  
***Date of Document:*** November 1, 2007  
***Grantor/Borrower:*** Walley's Partners Limited Partnership  
***Grantee/Lender:*** Resort Funding LLC  
***Address:*** 360 South Warren Street, 6th Floor  
Syracuse, New York 13202  
***Legal Description:*** (Condo Development)

This Collateral Assignment of Notes Receivable and Mortgages ("Assignment") is made and executed as of November 1, 2007, by Walley's Partners Limited Partnership, a Nevada limited partnership ("Walley's"), whose address is 213 W. Wesley Street, Suite 200, Wheaton, Illinois 60187, to Resort Funding LLC, a Delaware limited liability company ("Lender"), whose address is 360 South Warren Street, 6th Floor, Syracuse, New York 13202.

**RECITALS:**

A. Lender, Walley's and Quintus Resorts, LLC, a Nevada limited liability company, ("Quintus"), (Walley's and Quintus being collectively referred to herein as "Borrower") entered into that certain Hypothecation Loan Agreement, dated as of December 30, 2005 (as amended from time to time, the "Agreement") (capitalized terms used and not defined herein shall have the meaning given to them in the Agreement), pursuant to which Lender agreed to lend, on the terms and conditions set forth in the Agreement, up to \$35,000,000.00 (the "Loan") to Borrower, evidenced by the Note (as defined in the Agreement), which is secured by a security interest and lien granted by Borrower to Lender in certain Collateral (as defined in the Agreement).

B. The Agreement provides that Borrower will assign certain Collateral in accordance with the Agreement to Lender.

In consideration of the foregoing, Borrower agrees as follows:

1. The above recitals are true and correct and incorporated in this Assignment.
2. Walley's hereby conveys, assigns, transfers, and sets over to Lender all of its right, title, and interest in and to the Notes Receivable, Mortgages and the Purchase Documents related thereto described in Exhibit "A" attached and incorporated in this Assignment, with recourse and with warranty as more fully set forth in the Agreement.
3. Capitalized terms not otherwise defined herein shall have the meanings ascribed thereto in the Agreement.

IN WITNESS WHEREOF, Borrower has executed this Assignment on the date first written above

**QUINTUS RESORTS, LLC** a Delaware  
limited liability company

By: Tatiana Robinson  
Print Name: Tatiana Robinson  
Title: Authorized Agent

**WALLEY'S PARTNERS LIMITED  
PARTNERSHIP**, a Nevada limited  
partnership

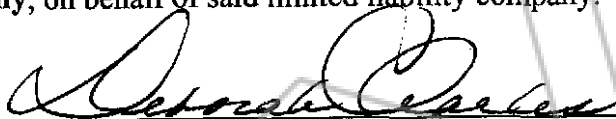
By: Valley Partners, L.L.C., its sole general  
partner

By: Tatiana Robinson  
Print Name: Tatiana Robinson  
Title: Authorized Agent



STATE OF NEVADA )  
 ) ss.  
COUNTY OF DOUGLAS )

The foregoing instrument was acknowledge before me this 30<sup>th</sup> day of October, 2007, by Tatiana Robinson, authorized agent of **QUINTUS RESORTS, LLC**, a Delaware limited liability company, on behalf of said limited liability company.

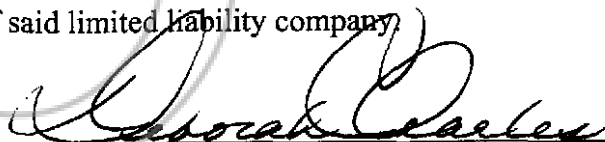
  
\_\_\_\_\_  
(Notary Signature)

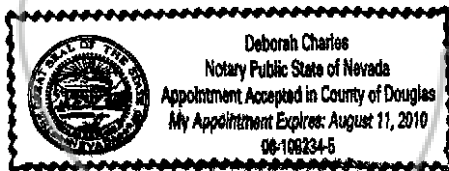


Deborah Charles  
\_\_\_\_\_  
(Notary Name Printed)  
NOTARY PUBLIC  
My Commission Expires: August 11, 2010

STATE OF NEVADA )  
 ) ss.  
COUNTY OF DOUGLAS )

The foregoing instrument was acknowledge before me this 30<sup>th</sup> day of October, 2007 by Tatiana Robinson, Authorized Agent of Valley Partners, L.L.C., as sole general partner of **WALLEY'S PARTNERS LIMITED PARTNERSHIP**, a Nevada limited partnership, on behalf of said limited liability company.

  
\_\_\_\_\_  
(Notary Signature)



Deborah Charles  
\_\_\_\_\_  
(Notary Name Printed)  
NOTARY PUBLIC  
My Commission Expires: August 11, 2010



Assignment of Deeds of Trust  
Exhibit "A"

Batch No.:	2H	06	05	095	03	A	\$0.00	Recorded Concurrent Herewith
0609503A	Palo Kman	06	05	095	03	A	\$0.00	Recorded Concurrent Herewith
0609505A	Albert Q. Magdaleno	06	05	095	05	A	\$0.00	Recorded Concurrent Herewith

COPY

