AP#1: 1318-03-212-029

RECORDING REQUESTED BY

T.D. SERVICE COMPANY

and when recorded mail to

T.D. SERVICE COMPANY 1820 E. FIRST ST., SUITE 210 P.O. BOX 11988 SANTA ANA, CA 92711-1988

100852970 W860792

Space above this line for recorder's use

NOTICE OF DEFAULT AND ELECTION TO SELL UNDER DEED OF TRUST

DOC #

06/04/2008 11:47AM Deputy: GB OFFICIAL RECORD Requested By: STEWART TITLE - DOUGLAS

BK-608 PG-1068 RPTT: 0.00

Douglas County - NV Werner Christen - Recorder 1 of 2 Fee: 15.00

T.S. No: B360634 NV Unit Code: B Loan No: 1001465537/VELLUTATO

Min No: 100024200014655373

NOTICE IS HEREBY GIVEN THAT: AHMSI DEFAULT SERVICES, INC. is duly appointed Trustee under the following described Deed of Trust:

Trustor: DONNA L. VELLUTATO

Recorded October 12, 2006 as Instr. No. 0686253 in Book 1006 Page 4074 of Official Records in the office of the Recorder of DOUGLAS County; NEVADA

Said Deed of Trust secures certain obligations including one Note for the sum of \$650,000.00.

That the Beneficial interest under such Deed of Trust and the obligations secured thereby are presently held by the Beneficiary; That a breach of, and default in, the obligations for which such Deed of Trust is security has occurred in that payment has not been made of: THE INSTALLMENT OF PRINCIPAL, INTEREST AND IMPOUNDS WHICH BECAME DUE FEBRUARY 1, 2008 AND ALL SUBSEQUENT INSTALLMENTS OF PRINCIPAL, INTEREST AND IMPOUNDS. PLUS LATE CHARGE(S).

That by reason thereof, the present Beneficiary under such Deed of Trust has executed and delivered to said duly appointed Trustee, a written Declaration of Default and Demand for Sale, and has deposited with said duly appointed Trustee, such Deed of Trust and all documents evidencing obligations secured thereby, and has declared and does hereby declare all sums secured thereby immediately due and payable and has elected and does hereby elect to cause the trust property to be sold to satisfy the obligations secured thereby.

DATED 05/29/08

AHMSI DEFAULT SERVICES, INC., BY T.D. Service Company as Agent for the Trustee by Fidelity—National Title as Agent

BY SINDARA

We are assisting the Beneficiary to collect a debt and any information we obtain will be used for that purpose whether received orally or in writing.

Page 2 T.S. No: B360634 NV Loan No: 1001465537/VELLUTATO Unit Code: B STATE OF COUNTY OF On 6-2-08 , a Notary Public, before me, who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) (is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(jes), and that by his/her/their signature(x) on the instrument the person(x) or the entity upon behalf of which the person(x) acted, executed the instrument. I certify under penalty of perjury under the Laws of the State of California that the foregoing paragraph is true and correct. WITNESS my hand and official seal. (Seal) Signature_ LAN N. TRAN Commission # 1790551 Notary Public - California Orange County My Comm. Expires Feb 4, 2012

BK-608 PG-1069 724507 Page: 2 of 2 06/04/2008