

RECORDING REQUESTED BY
AND
When Recorded, Mail to
MNB FINANCIAL CORP.
120 Howard Street
Suite 475
San Francisco, CA 94105

Space Below This Line for Recorder's Use

DECLARATION AND WAIVER

The undersigned in consideration of MNB FINANCIAL CORP. ("MNB") now or hereafter leasing or otherwise extending financial accommodation with respect to certain equipment and personal property to Blue Tag Farms, Inc. ("Customer") in accordance with the terms of that certain lease or equipment financing agreement, as appropriate, dated November 18, 1977 and any other leases or other agreements hereafter between MNB and Customer and for other good and valuable consideration, receipt whereof is hereby acknowledged, does hereby agree, waive and undertake as follows:

- Neither such equipment and personal property or any portion thereof shall become or be a part of or an accession or addition to or a fixture on the real property hereafter described even though it is installed thereon or in some manner attached thereto; nor shall such equipment or personal property or any portion thereof be moved from such real property until MNB's written consent thereto shall first be had and obtained.
- The undersigned shall acquire no title to or interest in such equipment and personal property or any portion thereof by virtue of such installation or attachment. The undersigned further waives any right to seize, or to claim any interest whatsoever in, said equipment and personal property or any portion thereof on account of any claim or right the undersigned may have against any person, including, without limitation any claim or right the undersigned may have or assert against Customer, by levy of distraint or otherwise.
- MNB may at any time, at its option, enter upon the property upon which said equipment and personal property or a portion thereof is located, and inspect or remove said equipment and personal property or a portion thereof at its sole cost and expense, and it agrees to make such repairs caused by any such removal to the extent reasonably necessary to restore such property to its condition immediately prior to such removal. Notwithstanding the foregoing, and without prejudice to such other remedies as it may have, if MNB's entry and removal of any such equipment and personal property follows the undersigned's breach of the covenants contained in Paragraph 1 hereof, MNB shall not be liable either for costs of or for damages to the real property sustained by the undersigned as a result of the removal of said equipment and personal property.
- All of the terms and conditions of the Waiver shall be binding upon the heirs, successors in interest, assigns or encumbrancers of the undersigned, and shall inure to the benefit of MNB, its successors and assigns. As used herein the term "Customer" shall include the successors in interest and assigns of Customer.

The real property upon which such equipment and personal property is located is described as per attached Exhibit A:

X Executed this 15th day of Dec., 19 77, at _____

Blue TAG FARMS INC
by [Signature]

(Donor, Lessor, Mortgagee, Beneficiary,
Strike out inapplicable capacities.)

(If interest is held jointly or in common all joint tenants or tenants in common must execute the document.)

NOTARIAL ACKNOWLEDGMENTS

INDIVIDUAL OR PARTNERSHIP:

STATE OF California
COUNTY OF San Francisco
On this 15th day of December, 19 77, before me personally came [Signature] to me known to be the person described in and who executed the foregoing instrument, and acknowledged that he executed the same (in his capacity as a partner and as the act of the partnership).
In witness whereof I hereunto set my hand and official seal.

(SEAL)

My commission expires: _____

[Signature]
Notary Public

CORPORATE:

STATE OF _____
COUNTY OF _____
On this _____ day of _____, 19 _____, before me personally came _____ to me known to be the _____ of the corporation that executed the foregoing instrument and to me known to be the person who executed said instrument on behalf of said corporation, and acknowledged that such corporation executed the same pursuant to its By-laws or a resolution of its Board of Directors.
In witness whereof I hereunto set my hand and official seal.

(SEAL)

My commission expires: _____

Notary Public



EXHIBIT A

One Potato Shed constructed in 1977 more commonly known as Shed #2 (two) situated in the SW $\frac{1}{4}$ of the SW $\frac{1}{4}$ of the NW $\frac{1}{4}$ of Section 11 Twn. 33N R49E MNSM Eureka County, State of Nevada to-wit: Beginning at the midpoint of the western most section line of Section 11, THENCE north 431', THENCE east 495' THENCE south 431' THENCE west 495' to the true point of beginning. Together with the rights of ingress and egress and the grant of an easement for all utilities and other public services necessary for the commercial use of said property. Such rights shall be limited to those routes covered in the lease and easement agreements between Farm and Blue Tag as amended provided such routes insure continual access.

64575

RECORDED AT THE REQUEST OF MNB Financial Corp.
On January 24 19 78 at 56 min. past 10 A.M. to
Book 62 of OFFICIAL RECORDS, page 449-450 RECORDS OF
EUREKA COUNTY, NEVADA. WILLIS A. DePAOLI Recorder
File No. 64575 Fee \$ 4.00

BOOK 62 PAGE 450