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RECORDING REQUESTED BY, AND WHEN RECORDED, MAIL TO:

Sanwa Bank California Sacramento Agribusiness Office 601 "J" Street Sacramento, CA 95814

Attn: Roxanna Sanders

121023

AGREEMENT TO FURTHER EXTEND PROMISSORY
NOTES, SECURE ADDITIONAL INDEBTEDNESS,
AND MODIFY DEED OF TRUST

THIS AGREEMENT is entered into as of this 9th day of August, 1988 by and between SANWA BANK CALIFORNIA, successor in interest to Lloyds Bank California ("Bank"), and DANIEL H. RUSSELL (also known as Dan Russell) and ROBERTA A. RUSSELL (collectively "Russell").

RECITALS

WHEREAS, on or about April 1, 1986 Russell executed and delivered to Bank a promissory note in the original principal sum of \$3,506,500, a promissory note in the original principal sum of \$6,950,000, and a promissory note in the original principal sum of \$100,000 for an aggregate amount of \$10,556,500;

WHEREAS, each of the foregoing described notes and any extensions, renewals or modifications thereof are secured by a deed of trust dated as of April 1, 1986 (the "Deed of Trust") encumbering certain real property described in the attached Exhibit "A" (the "Property") and which is recorded on April 7, 1986 as Document No. 102268, in Book 143, Page 265 in the Office of the County Recorder of the County of Eureka, State of Nevada;

WHEREAS, on or about January 21, 1987, Russell executed a promissory note in the original principal sum of \$6,950,000 which note constituted a renewal of the April 1, 1986 note for such amount (hereinafter referred as to "Note I"), under which there is an outstanding principal balance as of August 9, 1988 in the sum of \$6,950,000;

WHEREAS, on or about January 21, 1987, Russell executed a promissory note in the original principal sum of \$6,059,800 which note constituted a renewal of various obligations of Russell to Bank including the note for \$3,506,500 dated April 1, 1986 (hereinafter referred to as "Note II"), under which there is an outstanding principal balance as of August 9, 1988 in the sum of \$3,683,767.22;

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WHEREAS, on or about January 21, 1987, Russell executed a promissory note in the original principal sum of \$390,000, which note constituted a renewal of various obligations of Russell to Bank including the note for \$100,000 dated April 1, 1986 (hereinafter referred to as "Note III"), under which there is an outstanding principal balance as of August 9, 1988 in the sum of \$260,000;

WHEREAS, on or about March 27, 1987, Russell, executed a promissory note in the original principal sum of \$200,000 in favor of Bank (hereinafter referred to as "Note IV"), under which the indebtedness evidenced thereby was paid in full on or about June 24, 1987;

WHEREAS, on or about June 16, 1987, Russell, executed a promissory note in the original principal sum of \$1,021,000 in favor of Bank (hereinafter referred to as "Note V"), under which the indebtedness evidenced thereby was paid in full on or about September 10, 1987;

WHEREAS, by a certain "Agreement to Extend and Modify Promissory Notes and Modify Deed of Trust" dated as of June 16, 1987 (the "First Modification Agreement"), among other things, the maturity dates of Notes I and II were extended to June 30, 1987 and aggregate principal indebtedness secured by the Deed of Trust was restated and clarified to be in the aggregate principal sum of \$14,620,800;

WHEREAS, on or about September 9, 1987, Russell executed a promissory note in the original principal sum of \$2,238,600.00 in favor of Bank (hereinafter referred to as Note VI"), under which there is an outstanding principal balance as of _____August 9__, 1988 in the sum of \$1,472,392.70;

WHEREAS, by a certain "Agreement to Further Extend Promissory Notes, Secure Additional Indebtedness, and Modify Deed of Trust" dated as of September 9, 1987 (the "Second Modify Deed of Trust" Agreement"), among other things, the indebtedness under Note VI represented, constituted and was additional indebtedness under, pursuant to and secured by the Deed of Trust, the maturity dates of Notes I and II were extended to October 31, 1987, and the aggregate outstanding principal balance under Notes I, II and III and the indebtedness evidenced by Note VI were within the \$14,620,800 aggregate principal sum secured by the Deed of Trust;

WHEREAS, on or about April 18, 1988, Russell executed a promissory note in the original principal sum of \$3,366,400.00 in favor of Bank (hereinafter referred to as "Note VII"), under which there is an outstanding principal balance as of ______August 9____, 1988 in the sum of \$1,819,620.45;

WHEREAS, by a certain "Agreement to Further Extend Promissory Note, Secure Additional Indebtedness and Modify Deed of Trust" dated as of ______, 1988 (the "Third

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Modification Agreement"), among other things, the indebtedness under Note VII represented, constituted and was additional indebtedness under, pursuant to and secured by the Deed of Trust, the maturity dates of Notes I, II and VI were extended to May 1, 1988, and the aggregate principal indebtedness secured by the Deed of Trust was restated and clarified to be in the aggregate principal sum of \$16,064,403;

WHEREAS, on or about August 9, 1988, Russell executed a promissory note in the original principal sum of \$2,836,600 in favor of Bank (hereinafter referred to as "Note VIII"), under which the indebtedness evidenced thereby shall represent, constitute and be additional indebtedness under, pursuant to and secured by the Deed of Trust: and

WHEREAS, the aggregate outstanding principal balance under Notes I, II, III, VI and VII and the indebtedness evidenced by Note VIII (collectively Notes I, II, III, VI, VII and VIII being hereinafter referred to as the "Notes") total the amount of \$17,022,380.37.

NOW, THEREFORE, Bank and Russell agree as follows:

- 1. The aggregate principal indebtedness secured by the Deed of Trust is restated and clarified to include the additional indebtedness evidenced by Note VIII and to be in the aggregate principal sum of \$17,022,380.37.
- 2. The maturity dates of Notes I, II, VI and VII, and each of them, are each further extended to September 1, 1988, on which date the total outstanding principal balance under each of Notes I, II, VI and VII, together with accrued and unpaid interest thereon, shall be due and payable in full.
- 3. It is hereby agreed by Russell that the Deed of Trust shall secure, in such order of priority as Bank in its absolute discretion may determine, payment of an indebtedness in the aggregate principal sum of \$17,022,380.37 as evidenced by Notes I, II, III, VI, VII and VIII, and any and all amendments, modifications, renewals, or extensions of such Notes, together with the payment of interest on such indebtedness.
- 4. This Agreement is not a novation and is only an extension of the maturity dates of Notes I, II, VI and VII as provided herein. Except as provided in this Agreement, all other terms and conditions of Notes I, II, III, VI, and VII and the Deed of Trust shall remain in full force and effect.
- 5. Daniel H. Russell (also known as Dan Russell) and Roberta A. Russell accept this Agreement and, in consideration thereof, jointly and severally agree to pay the indebtedness evidenced by the Notes according to the respective terms thereof and of the First Modification Agreement and this Agreement.

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IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be executed and delivered as of the date first hereinabove written.

BANK:

SANWA BANK CALIFORNIA

RUSSELL:

DAMIEL H. RUSSELL (also known as Dan Russell)

By: Poladia

Name:

R. Sanders

Title: Asst. Vice President

ROBERTA A. RUSSELL

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State of		On this the 8th day of August 19 66 before	ore s
County ofSacramento}		Rita M. Suprement	
County Or		the undersigned Notary Public, personally appeared	
		Roxanna E. Sanders, aka R. Sanders	
		D personally known to me	
		 proved to me on the basis of satisfactory evidence to be the person(s) who executed the within instrument as 	
STATE OF THE PARTY	OFFICIAL SEAL RITA M. SUPRENANT	Asst. Vice President or on behalf of the corporation	
	PRINCIPAL OFFICE IN	named, and acknowledged to me that the corporation executed it. WITNESS my hand and official seat.	•
	SUCRIMIENTO COUNTY My Commission Exp. Aug. 23, 1991	- 0.0	
		Notary's Signature	-
			æ
		OUTSTANDING NOTARY ASSOCIATION + 25052 temper Bird + P.D. Ber 4825 + Visiber	
		DEFECTION OF ASSOCIATION - 22012 Suppose Bird P.D. Box 4825 - Washing	
		SACTOMAL SCHARY ASSOCIATION + 23032 baseum Brid. + 7.D. Box 4825 + Western	

State of California
County of <u>Sacramento</u>

On August 8, 1988 before me the undersigned, a Notary Public for the State of California, personally appeared Daniel H. Russell & Roberta A. Russell proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) may are subscribed to the within instrument, and acknowledged that heatshee/they executed it.

Notary Signature



OFFICIAL SEAL RITA M. SUPRENANT
MOTANY PUBLIC - CALIFORMA
PRINCIPAL DEFICE IN
SACRAMENTO COUNTY
By Commission Exp. Aug. 23, 1991

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ertain real property situate in the Coun of Nevada, more particularly described as follows:

Sadler Ranch - Parcels One and Two:

PARCEL ONE:

TOWNSHIP 23 NORTH, RANGE SE EAST, M.D.B. M.

An undivided 1/2 interest in and to Southwest 1/4 Baction 36: Northeast 1/4; Southeast 1/4 Northwest 1/4

TOWNSHIP 24 NORTH, RANGE SE EAST, M.D.B.S. M.

East 1/2 Northeast 1/4 Section 12: Northeast 1/4; Southwest 1/4; Northwest 1/4 Southeast section 13: 1/4; South 1/2 Southeast 1/4 East 1/2 East 1/2; West 1/2 Southeast 1/4 Section 23: Section 24: A11

North 1/2; North 1/2 South 1/2 section 25: East 1/2 Northeast 1/4; West 1/2 Northeast 1/4; Northwest 1/4 Southeast 1/4; East 1/2 Southeast 1/4 Section 26:

TOWNSHIP 24 NORTH, RANGE 53 EAST, M.D.B.& M.

Southwest 1/4 Southwest 1/4 Section 18: Lots 3 & 4, East 1/2 Southwest 1/4; West 1/2 Southeast 1/4; Southeast 1/4 Southeast 1/4 Lots 1, 2, 3 & 4; East 1/2 West 1/2; West 1/2 East 1/2 Northwest 1/4; West 1/2 Southeast 1/4; North 1/2 Section 19: Section 29:

Southwest 1/4; West 1/2 Northeast 1/4; Southeast 1/4 Lots 1 & 2, East 1/2 Northwest 1/4; Northeast 1/4; North Southeast 1/4 Section 30: 1/2 Southeast 1/4 North 1/2 Northeast 1/4

TOWNSHIP 25 NORTH, RANGE 53 EAST, M.D.B.& M.

Section 5: Southeast 1/4 Southeast 1/4

EXCEPTING THEREFROM an undivided 1/2 interest in and to all coal, oil, gas and other minerals of every kind and nature whatsoever existing upon, beneath the surface of, or within said lands as reserved in deed from gas and other minerals of every kind and latting as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of or within said lands as reserved in deed from meneath the surface of or within said lands as reserved in deed from meneath the surface of or within said lands as reserved in deed from meneath the surface of or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of, or within said lands as reserved in deed from meneath the surface of the OFFICIAL JRENA COU REBALE, E NO. Official Records, Eureka County, Nevada.

PARCEL TWO:

section 32:

TOWNSHIP 24 NORTH, RANGE 52 EAST, M.D.B. M.

Southeast 1/4 Northwest 1/4 Section 13: South 1/2 Southwest 1/4 Section 25:

EXCEPTING THEREFROM all mineral deposits in and under said land, reserved by the United States of America, in Patent recorded January 25, 1979 in Book 68, page 392 of Official records, Eureka County, Nevada.

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