

APN 001-102-11
APN 001-102-12

When Recorded Return:
Dennis G. and Mary Reith
P.O. Box 415
Eureka, Nevada 89311

DEED OF TRUST

THIS DEED OF TRUST, made and entered into this 4th day of June, 2001, by and between Mykal Zoglemann and Cheryl Zoglemann, as husband and wife, as community property with right of survivorship and not as tenants in common, whose address is P.O. Box 268, Eureka, Nevada, 89316, hereinafter referred to as the Trustors, and Dennis G. Reith and Mary E. Reith, husband and wife, as joint tenants with rights of survivorship and not as tenants in common, hereinafter referred to as the Trustees and Beneficiaries.

WITNESSETH

That Trustors convey, transfer, and assigns to Trustees in Trust with power of sale the following described real property located in the County of Eureka, State of Nevada, and more particularly described as follows:

Lot 15 of Block 1, AKA 15 N. Main St. in the town of Eureka, Nevada, and;

Lot 15 of Block 2, AKA 21 N. Main St. in the town of Eureka, Nevada.

Together with buildings and improvements situated thereon.

SUBJECT TO THIS CERTAIN DEED OF TRUST created by the Trustors in favor of the Trustees and Beneficiaries, the beneficial owners of record being Dennis G. Reith and Mary E. Reith, husband and wife.

Together with and singular the tenements, hereditaments and appurtenances hereunto belonging or in anywise appertaining, and the reversion and reversions, remainder and remainders, rents, issues, and profits thereon

Trustors irrevocably grants and conveys to Trustees in Trust with power of sale, the above-described real property together with leases, rents, issues, profits, or income thereof, all of which are herein called property income; subject, however, to the right, power and authority herein given Beneficiaries to collect and apply such property income and subject to the existing taxes, assessment, liens, encumbrances covenants, conditions, restrictions, rights of way and easements of record.

For purpose securing (a); performance of each agreement of Trustors herein contained; (b); payment of an indebtedness evidenced by a certain Promissory Note dated the 4th day of June, 2001 and any extension or renewal thereof executed by the Trustors in favor of the beneficiaries.

The following provisions of N.R.S. 107.030 are adopted by reference as though more fully set forth herein: Covenant 1, Covenant 2 (amount of money set forth in the promissory note) Covenant 3, Covenant 4 (Note-rate) Covenant 5, Covenant 6, Covenant (reasonable) and Covenant 9.

Trustors shall bear the cost of recording this document.

To protect the security of this Deed of Trust, Trustors agree:

1. To keep property in good condition and repair; not to remove or demolish any building thereon; to complete or restore promptly and in good and workmanlike manner any building which may be constructed, damaged, or destroyed thereon, and to pay with due all claims for labor performed and materials furnished therefore; to comply with all laws affecting the property or requiring any alterations or improvements to be made thereon; not to commit, suffer, or permit any act upon the property in violation of law; and to do all other acts which from the care or use of the property may be reasonably necessary, the specific enumeration herein not excluding the general.
2. To appear and defend any action or proceeding purporting to affect the security hereof or the authority hereof or the right or powers of Beneficiaries or Trustees; and to pay costs and expenses of Beneficiaries or Trustees including costs of evidence of Title and attorney's fees in a reasonable sum, in any such action or proceeding in which Beneficiaries or Trustees may appear or be named in any suit brought by Beneficiary or Trustees to foreclose this Deed of Trust.
3. To pay before delinquent, all taxes and assessments affecting the property; when due, encumbrances, charges and liens, with interest on the property or any part thereof which appear to be prior or superior thereto; all cost, fees and

expenses to this Trust including without limiting the generality of the foregoing the fees of Trustees for issuance of any deed of partial release and partial reconveyance or deed of release and reconveyance, and all lawful charges, cost, and expenses in the event or reinstatement of, following default in, this Deed of Trust or the obligation secured hereby.

4. If Trustee fails to make any payment or to do any act as herein provided, the Beneficiary or Trustee, but without obligation to do so and without notice to or demand on Trustor and without releasing Trustor from any obligations thereof, may make or do the same in such manner and to such extent as either may deem necessary to protect the security hereof, Beneficiary or Trustees being authorized to enter on the property for such purpose; appear in and defend any action or proceeding purporting to affect the security thereof or the rights or powers of Beneficiaries or Trustees; pay, purchase or compromise any encumbrance, charge, or lien which in the judgment either appears to be prior or superior thereto; and in exercising any such powers, pay necessary expenses, employ counsel, and pay reasonable attorney fees.

5. To pay immediately and without demand all sums expended by Beneficiaries or Trustee pursuant to the provisions hereof, together with interest from date of expenditure at the same rate as provided for in the Note secured hereby or at the highest legal rate, whichever is greater. Any amounts paid by Beneficiaries or Trustees shall become part of the debt secured by this Deed of Trust and a lien on the premises, or immediately due and payable at option of Beneficiaries or Trustees.

IT IS MUTUALLY AGREED THAT:

6. The amount collected by Trustors under any insurance policy may be applied by Beneficiary on any indebtedness secured hereby and in such order as Beneficiaries may determine or, at the option of the Beneficiaries, the entire amount so collected or any part thereof, may be released to Trustors. Such application for release shall not cure or waive any default or notice of Trustees' sale hereunder or invalidate any act pursuant to such notice or any costs related to the commencement of the same. To the extent that there is a partial destruction of the premises or improvements on the real property for which this Deed of Trust acts as security, Beneficiary shall have sole and exclusive election as to the manner in which the insurance proceeds paid to Trustor shall be applied either to the reconstruction of the premise, or to the reduction or full payment of the unpaid principal obligation then due and owing to Beneficiaries at the time of said insurance payment. Any partial or total destruction of the improvements situate on the real property for which this Deed of Trust acts as security shall operate to delay payments made thereon and required to be made as set out in promissory note for which this Deed of Trust acts as security.

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7. Any award of damages in connection with any condemnation or taking, or for an injury by reason of public use, or for damages for private trespass or injury thereto, is assigned and shall be paid to Beneficiaries as further security for all its obligation secured hereby (reserving unto Trustors, the right to sue therefore and the ownership thereon subject to this Deed of Trust), and on receipt of such moneys Beneficiaries may hold them as such further security, or apply or release them in the same manner and with the same effect as above provided for disposition of proceeds of insurance.

8. Time is the essence of this Deed of Trust. By accepting payment of any sum secured hereby at its due date Beneficiary does not waive their rights either to require prompt payment when due of all other sums so secured or to declare default for failure so to pay.

9. At any time or from time to time, and without notice, on written request of Beneficiaries and presentation of this Deed of Trust and Note for endorsement, without liability for payment of the indebtedness secured hereby, without affecting the security hereof for the full amount secured hereby and all property remaining subject hereto, and without the necessity that any sum representing the value or any portion thereof of the property affected by Trustee's action be credited on the indebtedness, Trustee may (a) release and reconvey all or any part of the property; (b) consent to the making and/or recording of any map or plat of the property or any part thereof; (c) join in granting any easement thereon and (d) join in or consent to any extension agreement or any agreement subordinating the lien, encumbrance, or charge hereof.

10. On written request of Beneficiaries stating all sums secured hereby have been paid, on surrender of this Deed of Trust and Note to Trustee for cancellation and retention, and payment of its fees, Trustees shall release and reconvey, without covenant or warranty, express or implied, the property then held hereunder. The recitals in such reconveyance of any matters or facts shall be conclusive proof of the truthfulness thereof. The grantee in such reconveyance may be described as "the persons legally entitled hereto."

11. As additional security, Trustors hereby give to and confers on Beneficiaries the right, power and authority, during the continuance of this Trust to collect the property income, reserving to Trustors the right, prior to any default by Trustor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, to collect and retain such property income as it becomes due and payable. On any such default, Beneficiaries may at any time, without notice, either in person, by agent, or by a receiver to be appointed by a Court, and without regard to the adequacy of any security for the indebtedness hereby secured, enter on

and take possession of the property or any part thereof, in his own name sue for or otherwise collect such property income, including that past due and unpaid, and apply the same, less costs and expenses of operation and collection, including reasonable attorney's fees, on any indebtedness secured hereby, and in such order as Beneficiaries may determine. The entering on and taking possession of the property, the collection of such property income and the application thereof shall not cure or waive any default or notice of Trustee's sale hereunder or invalidate any act done pursuant to such notice.

12. On default by Trustors in the payment of any indebtedness secured hereby or in the performance of any agreement hereunder, Beneficiaries may declare all sums secured hereby immediately due and payable by delivery to Trustors of written notice thereof setting forth the nature thereof, and of election to cause to be sold the property under this Deed of Trust.

13. Beneficiaries may appoint a successor Trustee in the manner prescribed by law. A successor Trustee herein shall without conveyance from the predecessor Trustee, succeed to all the predecessor's title, estate, rights, powers, and duties. Trustors may resign by mailing or delivering notice thereof to Beneficiaries and Trustors.

14. This Deed of Trust applies to, inures to the benefit of and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, successors, and assigns. The term "beneficiary" shall mean the owner and holder of the Note secured hereby, whether or not named as Beneficiary herein. In this Deed of Trust, whenever the context requires, the masculine gender includes the feminine and neuter, and the singular number includes the plural.

15. Trustee except this Trust when this Deed of Trust, duly executed and acknowledged, is made public record as provided by law. Trustees are not obligated to notify any party hereto pending sale under any other Deed of Trust or of any action or proceeding in which Trustor, Beneficiary, or Trustee is a party unless brought by Trustee.

16. For all purposes of any notices or default required by law or otherwise to be given to Trustors, and unless Beneficiaries are otherwise instructed hereafter in writing by Trustors, Trustor's address shall be: Dennis G. and Mary E. Reith, P.O. Box 415, Pahrump, Nevada 89316.



MYKAL ZOGLEMAN
(Trustor)



CHERYL ZOGLEMANN
(Trustor)

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Dennis G. Reith
DENNIS G. REITH A
D.G. REITH
(Trustee)

Mary E. Reith
MARY E. REITH
(Trustee)

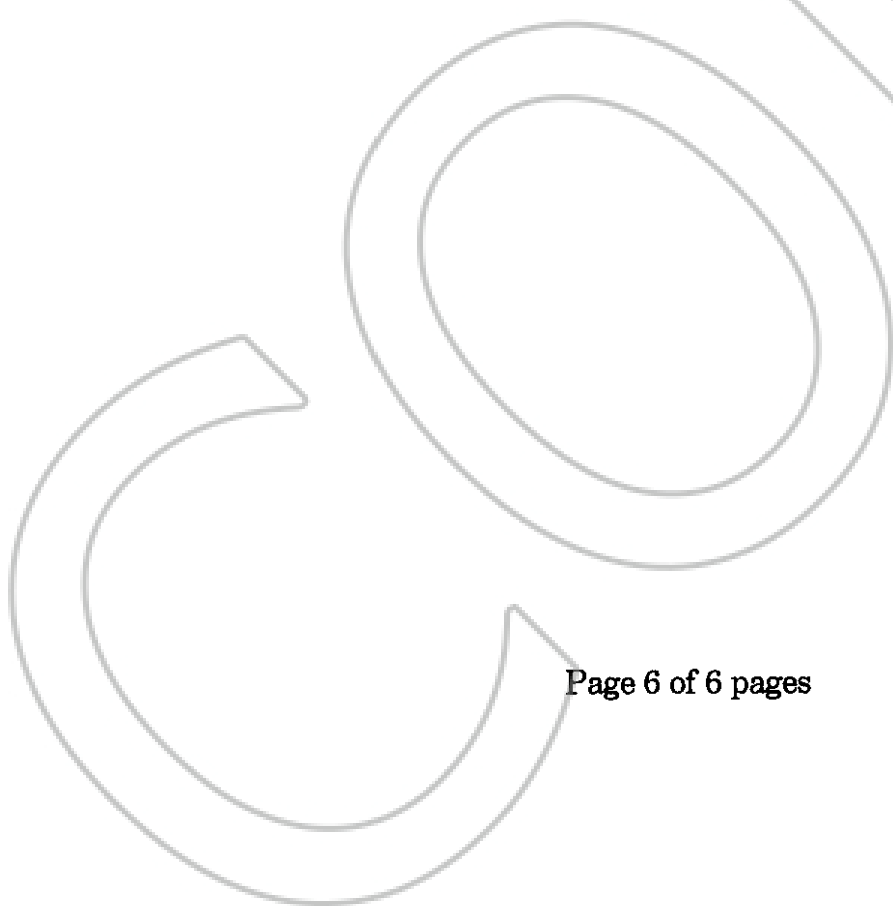
STATE OF NEVADA)
) SS.
COUNTY OF EUREKA)

On this 4th day June, 2001, personally appeared before me, a Notary Public, DENNIS G. REITH and MARY E. REITH, and MYKAY ZOGLEMANN AND CHERYL ZOGLEMAN personally known to me to be the persons whose names are subscribed to the above INSTRUMENT, consisting of 6 pages and who acknowledged to me that they executed the above document.

Christine A. Hayward
NOTARY PUBLIC

CHRISTINE A. HAYWARD
Notary Public - State of Nevada
Appointment Recorded in Washoe County
No. 96-2393-1 - Expires April 20, 2002

CHRISTINE A. HAYWARD
Notary Public - State of Nevada
Appointment Recorded in Washoe County
No. 96-2393-1 - Expires April 20, 2002



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OFFICIAL RECORDS
RECORDED AT THE REQUEST OF
Dennis Reith
01 JUN -4 PM 3:11

EUREKA COUNTY NEVADA
M.N. REBALEATI, RECORDER
FILE NO. FEES 12.00

176509

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