

The undersigned hereby affirms that this document submitted for recording does not contain a Social Security Number.

APN: 083-830-67

When recorded, mail to:

F. DeArmond Sharp
71 Washington Street
Reno, NV 89503

NOTICE OF DEFAULT AND ELECTION TO SELL

L. DAVID KILEY, AS TRUSTEE OF THE L. DAVID KILEY AND JO ANN M. KILEY COMMUNITY PROPERTY LIVING TRUST, is the Beneficiary under a Deed of Trust executed by Kiley Ranch Communities, a Nevada corporation, as Grantor, to Western Title Company, Trustee, dated January 5, 2009, and recorded as Document No. 3717969, Official Records, Washoe County, Nevada, on January 7, 2009, encumbering the real property described on Exhibit A attached hereto and hereby incorporated.

Beneficiary hereby gives notice that a breach of the obligation for which the Deed of Trust as security has occurred and that the nature of the deficiencies and performance or payment are:

1. The Grantor, after demand pursuant to the terms of the Promissory Note ("Note") secured by the Deed of Trust, failed to pay the unpaid principal balance of the Note in the amount of \$3,000,000.00, plus accrued interest at 5% per annum, commencing on January 5, 2009.

The Beneficiary elects:

To declare interest at 5% per annum from January 5, 2009 due and payable pursuant to the Note dated January 5, 2009 secured by the Deed of Trust and to sell or cause to be sold the trust property to satisfy the obligation unless the Trustor makes good the deficiency and pays all costs, fees, and expenses incident to the preparation and recording of this Notice and the making good of the deficiency within the period prescribed by NRS 107.080.

DATED this 22 day of February, 2010.

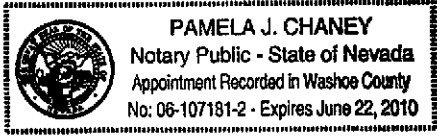
L. DAVID KILEY AS TRUSTEE OF THE
L. DAVID KILEY AND JO ANN M. KILEY
COMMUNITY PROPERTY LIVING TRUST

By


L. David Kiley, Trustee

STATE OF NEVADA)
) ss:
COUNTY OF WASHOE)

The foregoing instrument was acknowledged before me on this 22 day of FEBRUARY, 2010, by L. David Kiley, as Trustee of the L. David Kiley and Jo Ann M. Kiley Community Property Living Trust.



Pamela J. Chaney
NOTARY PUBLIC

C O R P O R A T I O N

EXHIBIT A**Legal Description of Property**

All that real property situate in the County of Washoe, State of Nevada, described as follows:

All that certain real property situate within a portion of the Northwest 1/4 of Section 15, Township 20 North, Range 20 East, M.D.B.&M., City of Sparks, State of Nevada, being a portion of Parcel 6 as shown on Record of Survey 4462, File No. 3102675, Official Records of Washoe County, and being more particularly described as follows:

BEGINNING at the Northerly terminus of the centerline of Henry Orr Parkway on the Northerly right-of-way line of Kiley Parkway as shown on Dedication Tract Map No. 4614, File No. 3355660, Official Records of Washoe County; thence along said Northerly right-of-way line the following 13 courses: (1) North 54°29'49" West, 31.00 feet to the beginning of a non-tangent curve to the right; (2) from a radial line which bears North 54°29'49" West, 15.58 feet along the arc of a 1469.00 foot radius curve, through a central angle of 00°36'27" to a point of compound curvature; (3) 39.11 feet along the arc of a 43.00 foot radius curve, through a central angle of 52°06'58" to a point of reverse curvature; (4) 14.97 feet along the arc of a 74.00 foot radius curve, through a central angle of 11°35'30" to a point of reverse curvature; (5) 42.57 feet along the arc of a 53.00 foot radius curve, through a central angle of 46°01'23" to a point of reverse curvature; (6) 67.29 feet along the arc of a 1031.00 foot radius curve, through a central angle of 03°44'23" to a point of reverse curvature; (7) 87.96 feet along the arc of a 4523.25 foot radius curve, through a central angle of 01°06'51" to a point of reverse curvature; (8) 141.78 feet along the arc of a 589.54 foot radius curve, through a central angle of 13°46'45" to a point of compound curvature; (9) 176.21 feet along the arc of a 1043.00 foot radius curve, through a central angle of 09°40'48" to a point of reverse curvature; (10) 65.84 feet along the arc of a 93.00 foot radius curve, through a central angle of 40°33'47" to a point of reverse curvature; (11) 23.85 feet along the arc of a 96.00 foot radius curve, through a central angle of 14°13'58" to a point of reverse curvature; (12) 52.37 feet along the arc of a 53.00 foot radius curve, through a central angle of 56°36'36"; (13) South 89°30'49" West, 29.00 feet; thence departing said Northerly right-of-way line, North 00°29'11" West, 158.63 feet; thence 145.81 feet along the arc of a tangent 2000.00 foot radius curve to the left through a central angle of 04°10'37"; thence North 04°39'48" West, 22.84 feet; thence North 85°20'12" East, 41.00 feet; thence South 88°18'53" East, 292.37 feet; thence North 68°04'32" East, 141.95 feet; thence North 54°58'27" East, 80.09 feet; thence North 22°29'28" East, 55.37 feet; thence North 03°15'29" East, 107.96 feet; thence North 37°03'05" East, 78.91 feet; thence North 43°37'35" East, 46.00 feet; thence from a radial line which bears South 43°37'35" West, 6.96 feet along the arc of a non-tangent 750.00 foot radius curve to the right through a central angle of 00°31'53"; thence South 45°50'32" East, 119.42 feet; thence 213.80 feet along the arc of a tangent 348.60 foot radius curve to the left through a central angle of 35°08'25"; thence South 80°58'57" East, 59.74 feet; thence South 09°01'03" West, 98.64 feet; thence 693.39 feet along the arc of a tangent 1500.00 foot radius curve to the right through a central angle of 26°29'08" to the point of beginning.

The basis of bearings for this description is identical to that of Dedication Tract Map No. 4614, File No. 3355660, Official Records of Washoe County.

Reference is made to Parcel 1 of Record of Survey Map No. 4800, recorded September 21, 2006, as Document No. 3440717.

NOTE: The above metes and bounds description appeared previously in that certain instrument recorded in the office of the County Recorder of Washoe County, Nevada on September 21, 2006, as Document No. 3440716 of Official Records.

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