

USDA-FHA
Form FHA 427-1 NV
(Rev. 7-1-73)

Position 6

REAL ESTATE DEED OF TRUST FOR NEVADA

THIS INDENTURE, made and entered into this date, September 24, 1974

by and between the undersigned JOHN M. WADSWORTH and MARGARET A. WADSWORTH, aka
MARGARET WADSWORTH, his wife,

residing in Lincoln County, Nevada,

whose post office address is Box 256, Panaca, Nevada 89042

as grantor(s), herein called "Borrower," and DOUGLAS W. YOUNG, State Director of the Farmers Home Administration for the State of Nevada, and his successors in office as State Director or Acting State Director, as trustee, herein called "Trustee," and the United States of America, acting through the Farmers Home Administration, United States Department of Agriculture, as beneficiary, herein called the "Government,"

WITNESSETH THAT:

WHEREAS, Borrower is justly indebted to the Government as evidenced by one or more certain promissory note(s) or assumption agreement(s), herein called "note" (if more than one note is described below, the word "note" as used herein shall be construed as referring to each note singly or all notes collectively, as the context may require), said note being executed by Borrower, being payable to the order of the Government in installments as specified therein, authorizing acceleration of the entire indebtedness at the option of the Government upon any default by Borrower, and being further described as follows:

<u>Date of Instrument</u>	<u>Principal Amount</u>	<u>Annual Rate of Interest</u>
September 24, 1974	\$100,000.00	5%

And the note evidences a loan to Borrower, and the Government, at any time, may assign the note and insure the payment thereof pursuant to the Consolidated Farm and Rural Development Act, or Title V of the Housing Act of 1949;

And it is the purpose and intent of this instrument that, among other things, at all times when the note is held by the Government, or in the event the Government should assign this instrument without insurance of the note, this instrument shall secure payment of the note; but when the note is held by an insured holder, this instrument shall not secure payment of the note or attach to the debt evidenced thereby, but as to the note and such debt shall constitute an indemnity mortgage to secure the Government against loss under its insurance contract by reason of any default by Borrower:

NOW, THEREFORE, in consideration of the loan(s) Borrower does hereby grant, bargain, sell, mortgage, and assign

unto trustee the following-described property situated in Lincoln

County(ies), State of Nevada:

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PARCEL I:

The Northwest Quarter (NW 1/4) of the Southeast Quarter (SE 1/4) and the South one-fourth of the Southwest Quarter (SW 1/4) of the Northeast Quarter (NE 1/4) of Section 17, Township 2 South, Range 68 East, M.D.B. & M., and being in what is known as the White Wash South of the Town of Panaca, Nevada.

PARCEL II:

The North Half (N 1/2) of the Southeast Quarter (SE 1/4) of the Southeast Quarter (SE 1/4) of Section 18, Township 2 South, Range 68 East, M.D.B. & M.; also a triangular parcel of ground described as follows: BEGINNING at the Northeast corner of the Southwest Quarter (SW 1/4) of the Southeast Quarter (SE 1/4) of Section 18, Township 2 South, Range 68 East, M.D.B. & M.; and running thence South 660 feet; thence West 437 feet; and thence Northeasterly along the center of a creek bed approximately 800 feet to the place of beginning.

PARCEL III:

BEGINNING at a point 20 rods North of the Northeast corner of the Northwest Quarter (NW 1/4) of the Southeast Quarter (SE 1/4) of Section 17, Township 2 South, Range 68 East, M.D.B. & M., Lincoln County, Nevada, running thence 60 rods North to the Northeast corner of the Southwest Quarter (SW 1/4) of the Northeast Quarter (NE 1/4) of Section 17 thence West 80 rods to the Northwest corner of the Southwest Quarter (SW 1/4) of the Northeast Quarter (NE 1/4) of said Section 17; thence South 60 rods thence East 80 rods to the place of beginning, in the said Southwest Quarter (SW 1/4) of the Northeast Quarter (NE 1/4) of said Section 17, Township 2 South, Range 68 East, M.D.B. & M., Lincoln County, Nevada.

PARCEL IV:

COMMENCING at the center of the Northeast Quarter (NE 1/4) of Section 17, Township 2 South, Range 68 East, M.D.M., and running thence North on quarter section line about 510 feet; thence about South 87°18' West about 390 feet to intersect Southeasterly boundary line of Flood Control Ditch; thence South 53°49' West along the Southeasterly boundary line of said Ditch about 820 feet to intersect quarter section line; thence East along said quarter section line, about 1060 feet to the point of beginning, in the Northwest Quarter (NW 1/4) of the Northeast Quarter (NE 1/4) of said Section 17, subject to road right of way paralleling said Flood Control Ditch.

PARCEL V:

COMMENCING at the Northwest corner of the Southwest Quarter (SW 1/4) of the Northwest Quarter (NW 1/4) of Section Seventeen (17), Township 2 South, Range 68 East, Mount Diablo Base and Meridian, Lincoln County, Nevada, and running thence South a distance of 281 feet to the TRUE POINT OF BEGINNING; thence South 747 feet; thence North 86°6' East 1139 feet; thence North 5° East 638 feet; thence West 1190 feet to the TRUE POINT OF BEGINNING, and being situated in the Southwest Quarter (SW 1/4) of the Northwest Quarter (NW 1/4) of Section 17, Township 2 South, Range 68 East, Mount Diablo Base and Meridian, Lincoln County, Nevada, and being situated within Patent No. 7650.

PARCEL VI:

COMMENCING at the Southwest corner of the Southwest Quarter (SW 1/4) of the Northwest Quarter (NW 1/4) of Section 17, Township 2 South, Range 68 East, M.D.B. & M., thence running North 41 feet, thence running Easterly 1550 feet to jog in fence of Lafa Wadsworth property, thence South 41° West approx. 16 feet along jog, thence East along South line and fence of Lafa Wadsworth property to the quarter section line between the Northwest Quarter (NW 1/4) and the Northeast Quarter (NE 1/4) of said Section 17, thence South to center of Section 17 (being the Southeast corner of the Northwest Quarter of said Section 17) thence West 2640 feet, to POINT OF BEGINNING, and

ALSO, the Northwest Quarter (NW 1/4) of the Southwest Quarter (SW 1/4) of Section 17, Township 2 South, Range 68 East, M.D.B. & M.

PARCEL VII:

That portion of the Southeast Quarter (SE 1/4) of the Northwest Quarter (NW 1/4) and East one-fourth of the Southwest Quarter (SW 1/4) of the Northwest Quarter (NW 1/4) of Section 17, Township 2 South, Range 68 East, M.D.B. & M., described as follows:

COMMENCING at a point on fence line South 312.2 feet from the center of Northwest Quarter (NW 1/4) of Section 17, Township 2 South, Range 68 East, M.D.B. & M., thence first course South 89°20' East, approximately 1325 feet to North and South center line of said Section 17 thence second course, South along center line about 620 feet; thence third course, West about 740 feet to a fence; thence on same course about 496 feet farther to another fence; thence fourth course, approximately North 41 degrees East about 30 feet to fence corner; thence fifth course, along fence South 86°6' West 135 feet to North and South center line of Northwest Quarter (NW 1/4) of said Section 17, and thence on same course along fence about 208 feet farther to an intersecting fence; thence sixth course, approximately North 5° East along fence about 638 feet to intersect fence; thence seventh course, South 89°20' East, along fence, about 144.8 feet to a point of beginning, excluding right of way for Panaca Flood Control Ditch.

PARCEL VIII:

BEGINNING at the Northwest corner of the Southeast Quarter (SE 1/4) of the Northeast Quarter (NE 1/4) of Section 17, Township 2 South, Range 68 East, M.D.B. & M., and running thence South 256 feet, thence East 1155 feet, thence North 50 feet, thence West 225 feet, thence Northerly 270 feet to a point on the North boundary of said Southeast Quarter (SE 1/4) of the Northeast Quarter (NE 1/4) of Section 17, which point is 430 feet West of the Northeast corner of said Southeast Quarter (SE 1/4) of the Northeast Quarter (NE 1/4) of Section 17, thence West along said North boundary of said Southeast Quarter (SE 1/4) of the Northeast Quarter (NE 1/4) of Section 17, a distance of 890 feet to the place of beginning.

PARCEL IX:

The Northeast Quarter (NE 1/4) of the Southwest Quarter (SW 1/4) of Section 17, Township 2 South, Range 68 East, M.D.B. & M.

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PARCEL X:

Lot Two (2) in Block Thirty-four (34) in the Town of Panaca.

PARCEL XI:

COMMENCING at a point 293 feet South of the Northeast corner of the Southeast Quarter (SE 1/4) of the Northeast Quarter (NE 1/4) of Section 18, and running thence North 321 1/2 feet, thence at right angles East 1549 feet, thence South at right angles 69 1/2 feet; thence East, at right angles 491 feet, thence South at right angles, 232 feet, thence West at right angles 2040 feet to the place of beginning, all being situate in Section 17, Township 2 South, Range 68 East, M.D.B. & M.

PARCEL XII:

An Easement for the purpose of ingress and egress, over the real property as hereinafter described:

That certain real property situate in the County of Lincoln, State of Nevada, described as follows:

BEGINNING at a point on the division line between Section 17 and Section 18, Township 2 South, Range 68 East, M.D.B. & M., which is 62 feet South of the Northwest Quarter (NW 1/4) corner of the Southwest Quarter (SW 1/4) of the Southwest Quarter (SW 1/4) of Section 17, and the Northeast corner of the Southeast Quarter (SE 1/4) of the Southeast Quarter (SE 1/4) of Section 18: thence 62 feet North along said division line to the Northwest corner of the Southwest Quarter (SW 1/4) of the Southwest Quarter (SW 1/4) of Section 17, and the Northeast Quarter (NE 1/4) corner of the Southeast Quarter (SE 1/4) of the Southeast Quarter (SE 1/4) of Section 18, thence East 30 feet along the "Forty" line between the Southwest Quarter (SW 1/4) of the Southwest Quarter (SW 1/4) and the Northwest Quarter (NW 1/4) of the Southwest Quarter (SW 1/4) of Section 17: thence 45 feet south to a point 30 feet East of the division line between Section 17 and Section 18: thence approximately 57 feet Southwest to the point of beginning, Township 2 South, Range 68 East, M.D.B., Nevada. (Said easement is for access to Parcel II above)

SUBJECT to recorded rights of way and to the effect, if any, of instruments recorded in the Official Records of the aforesaid County, as follows: Book "D" Miscellaneous p.85, Book "B-1" Real Estate Deeds p.69, Book "J-1" of Real Estate Deeds p.47, Book "4" p.432, Book "Q" Miscellaneous p.232 (Reservations in Patents); Book "G-1" Real Estate Deeds pp. 382 & 383 (Reservations in Patents); Book "*", pp. 557-559 (Deed of Trust);

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together with all rights, interests, easements, hereditaments and appurtenances thereunto belonging, the rents, issues, and profits thereof and revenues and income therefrom, all improvements and personal property now or later attached thereto or reasonably necessary to the use thereof, including, but not limited to, ranges, refrigerators, clothes washers, clothes dryers, or carpeting purchased or financed in whole or in part with loan funds, all water, water rights, water stock, wells, pumps, pumping plants, and equipment pertaining thereto, and all payments at any time owing to Borrower by virtue of any sale, lease, transfer, conveyance, or condemnation of, or injury to, any part thereof or interest therein-all of which are herein called "the property";

TO HAVE AND TO HOLD the property unto Trustee, his successors, grantees and assigns forever;

IN TRUST, NEVERTHELESS, (a) at all times when the note is held by the Government, or in the event the Government should assign this instrument without insurance of the payment of the note, to secure prompt payment of the note and any renewals and extensions thereof and any agreements contained therein, including any provision for the payment of an insurance or other charge, (b) at all times when the note is held by an insured lender, to secure performance of Borrower's agreement herein to indemnify and save harmless the Government against loss under its insurance endorsement by reason of any default by Borrower, and (c) in any event and at all times to secure the prompt payment of all advances and expenditures made by the Government, with interest, as hereinafter described, and the performance of every covenant and agreement of Borrower contained herein or in supplementary agreement, the provisions of which are hereby incorporated herein and made a part hereof.

BORROWER for himself, his heirs, executors, administrators, successors and assigns WARRANTS the property and the title thereto unto Trustee for the benefit of the Government against all lawful claims and demands whatsoever except any liens, encumbrances, easements, reservations, or conveyances specified hereinabove, and COVENANTS AND AGREES as follows:

- (1) To pay promptly when due any indebtedness to the Government hereby secured and to indemnify and save harmless the Government against any loss under its insurance of payment of the note by reason of any default by Borrower. At all times when the note is held by an insured lender, Borrower shall continue to make payments on the note to the Government, as collection agent for the holder.
- (2) To pay to the Government such fees and other charges as may now or hereafter be required by regulations of the Farmers Home Administration.
- (3) If required by the Government, to make additional monthly payments of 1/12 of the estimated annual taxes, assessments, insurance premiums and other charges upon the mortgaged premises.
- (4) Whether or not the note is insured by the Government, the Government may at any time pay any other amounts required herein to be paid by Borrower and not paid by him when due, as well as any costs and expenses for the preservation, protection, or enforcement of this lien, as advances for the account of Borrower. All such advances shall bear interest at the rate borne by the note which has the highest interest rate.

- (5) All advances by the Government as described in this instrument, with interest, shall be immediately due and payable by Borrower to the Government without demand at the place designated in the latest note and shall be secured hereby. No such advance by the Government shall relieve Borrower from breach of his covenant to pay. Such advances, with interest, shall be repaid from the first available collections received from Borrower. Otherwise, any payment made by Borrower may be applied on the note or any indebtedness to the Government secured hereby, in any order the Government determines.
- (6) To use the loan evidenced by the note solely for purposes authorized by the Government.
- (7) To pay when due all taxes, liens, judgments, encumbrances, and assessments lawfully attaching to or assessed against the property, including all charges and assessments in connection with water, water rights, and water stock pertaining to or reasonably necessary to the use of the real property described above, and promptly deliver to the Government without demand receipts evidencing such payments.
- (8) To keep the property insured as required by and under insurance policies approved by, delivered to, and retained by the Government.
- (9) To maintain improvements in good repair and make repairs required by the Government, operate the property in a good and husbandmanlike manner; comply with such farm conservation practices and farm and home management plans as the Government from time to time may prescribe; and not to abandon the property, or cause or permit waste, lessening or impairment of the security covered hereby, or, without the written consent of the Government, cut, remove, or lease any timber, gravel, oil, gas, coal, or other minerals except as may be necessary for ordinary domestic purposes.
- (10) To comply with all laws, ordinances, and regulations affecting the property.
- (11) To pay or reimburse the Government for expenses reasonably necessary or incidental to the protection of the lien and priority hereof and to the enforcement of or the compliance with the provisions hereof and of the note and any supplementary agreement (whether before or after default), including but not limited to costs of evidence of title to and survey of the property, costs of recording this and other instruments, attorneys' fees, trustees' fees, court costs, and expenses of advertising, selling, and conveying the property.
- (12) Neither the property nor any portion thereof or interest therein shall be leased, assigned, sold, transferred, or encumbered, voluntarily or otherwise, without the written consent of the Government. The Government shall have the sole and exclusive rights as beneficiary hereunder, including but not limited to the power to grant consents and subordinations, and to request full and partial reconveyances, and no insured lender shall have any right, title or interest in or to the lien or any benefits hereof.
- (13) At all reasonable times the Government and its agents may inspect the property to ascertain whether the covenants and agreements contained herein or in any supplementary agreement are being performed.
- (14) The Government may extend and defer the maturity of and renew and reamortize the debt evidenced by the note or any indebtedness to the Government secured hereby, release from liability to the Government any party so liable thereon, request reconveyances of portions of the property from and subordinate the lien hereof, and waive any other rights hereunder, without affecting the lien or priority hereof or the liability to the Government of Borrower or any other party for payment of the note or indebtedness secured hereby except as specified by the Government in writing.
- (15) If at any time it shall appear to the Government that Borrower may be able to obtain a loan from a production credit association, a Federal land bank, or other responsible cooperative or private credit source, at reasonable rates and terms for loans for similar purposes and periods of time, Borrower will, upon the Government's request, apply for and accept such loan in sufficient amount to pay the note and any indebtedness secured hereby and to pay for any stock necessary to be purchased in a cooperative lending agency in connection with such loan.
- (16) Default hereunder shall constitute default under any other real estate, or under any personal property or other security instrument held or insured by the Government and executed or assumed by Borrower, and default under any such other security instrument shall constitute default hereunder.
- (17) SHOULD DEFAULT occur in the performance or discharge of any obligation secured by this instrument, or should any one of the parties named as Borrower die or be declared an incompetent, a bankrupt, or an insolvent, or make an assignment for the benefit of creditors, the Government, at its option, with or without notice, may: (a) declare the entire amount unpaid under the note and any indebtedness to the Government hereby secured immediately due and payable, (b) for the account of Borrower incur and pay reasonable expenses for repair or maintenance of and take possession of, operate or rent the property, (c) upon application by it and production of this instrument, without other evidence and without notice of hearing of said application, have a receiver appointed for the property, with the usual powers of receivers in like cases, and (d) authorize and request Trustee to foreclose this instrument and sell the property as provided by law.
- (18) At the request of the Government, Trustee may foreclose this instrument by advertisement and sale of the property as provided by law, for cash or secured credit at the option of the Government, personal notice of which sale need not be served on Borrower; such sale may be adjourned from time to time without other notice than oral proclamation at the time and place appointed for such sale and correction made on the posted notice; and at such sale the Government and its agents may bid and purchase as a stranger; Trustee at his option may conduct such sale without being personally present, through his delegate authorized by him for such purpose orally or in writing, and Trustee's execution of a conveyance of the property or any part thereof to any purchaser at foreclosure sale shall be conclusive evidence that the sale was conducted by Trustee personally or through his delegate duly authorized in accordance herewith.
- (19) The proceeds of foreclosure sale shall be applied in the following order to the payment of: (a) costs and expenses incident to enforcing or complying with the provisions hereof, (b) any prior liens required by law or a competent court to be so paid, (c) the debt evidenced by the note and all indebtedness to the Government secured hereby, (d) inferior liens of record required by law or a competent court to be so paid, (e) at the Government's option, any other indebtedness of Borrower owing to or insured by the Government, and (f) any balance to Borrower. In case the Government is the successful bidder at foreclosure or other sale of all or any part of the property, the Government may pay its share of the purchase price by crediting such amount on any debts of Borrower owing to or insured by the Government, in the order prescribed above.

(20) All powers and agencies granted in this instrument are coupled with an interest and are irrevocable by death or otherwise; and the rights and remedies provided in this instrument are cumulative to remedies provided by law.

(21) As against the debt evidenced by the note and any indebtedness to the Government hereby secured, with respect to the property, Borrower (a) hereby relinquishes, waives, and conveys all rights, inchoate or consummate, of descent, dower, curtesy, homestead, valuation, appraisal, and exemption, to which Borrower is or becomes entitled under the laws and constitution of the jurisdiction where the property lies, and (b) hereby agrees that any right provided by such laws or constitution for redemption or possession following foreclosure sale shall not apply, and that no right of redemption or possession shall exist after foreclosure sale.

(22) If any part of the loan for which this instrument is given shall be used to finance the purchase, construction or repair of property to be used as an owner-occupied dwelling (herein called "the dwelling") and if Borrower intends to sell or rent the dwelling and has obtained the Government's consent to do so (a) neither Borrower nor anyone authorized to act for him will, after receipt of a bona fide offer, refuse to negotiate for the sale or rental of the dwelling or will otherwise make unavailable or deny the dwelling to anyone because of race, color, religion or national origin, and (b) Borrower recognizes as illegal and hereby disclaims, and will not comply with or attempt to enforce any restrictive covenants on the dwelling relating to race, color, religion, or national origin.

(23) This instrument shall be subject to the present regulations of the Farmers Home Administration, and to its future regulations not inconsistent with the express provisions hereof.

(24) Notices given hereunder shall be sent by certified mail, unless otherwise required by law, addressed, unless and until some other address is designated in a notice so given in the case of the Government or Trustee to Farmers Home Administration, United States Department of Agriculture, ~~Washington, D.C. 20250~~ and in the case of Borrower to him at his post office address stated above, **Woodland, California 95695**

(25) Borrower will perform and complete all the action and fulfill all of the conditions necessary to perfect his rights to appropriate underground water to be produced from any well(s) now located or hereafter placed on the property and apply said water to beneficial use thereon; and in the event of Borrower's failure to do so, the Government shall have the right to complete such action in which event all expenses and costs incident thereto shall become an indebtedness of Borrower in favor of the Government and shall be secured by this deed of trust.

(26) Upon full and final payment of all indebtedness hereby secured and the performance and discharge of each and every condition, agreement and obligation, contingent or otherwise, contained herein or secured hereby, the Government shall request Trustee to execute and deliver to Borrower at his above post office address a full reconveyance of the property within 60 days after written demand by Borrower, and Borrower hereby waives the benefits of all laws requiring earlier execution or delivery of such reconveyance.

(27) If any provision of this instrument or application thereof to any person or circumstances is held invalid, such invalidity will not affect other provisions or applications of the instrument which can be given effect without the invalid provision or application, and to that end the provisions hereof are declared to be severable.

John M. Wadsworth (SEAL)
John M. Wadsworth

Margaret A. Wadsworth (SEAL)
Margaret A. Wadsworth

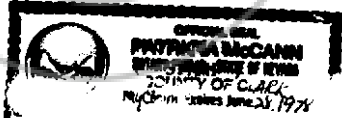
ACKNOWLEDGMENT

STATE OF NEVADA

COUNTY OF Clark

On September 24, 1974

, personally appeared before me, a Notary Public, **WADSWORTH, his wife,** JOHN M. WADSWORTH and MARGARET A. I., who acknowledged that **they** executed the above instrument.



Patricia McCann
Notary Public

(28) Borrower will make every effort to renew all Bureau of Land Management rights, licenses and permits and all State leases used in connection with the property. Borrower will comply with the terms and conditions of said rights, licenses, permits and leases, and any default thereunder shall constitute default hereunder. Should Borrower fail to pay any fees, expenses or charges required in connection with, or for renewals of, said rights, licenses, permits or leases, the Government may pay the same and charge them to the account of the Borrower, and any such charges to Borrower's account shall be secured by this instrument.

No. **55139**

FILED AND RECORDED AT REQUEST OF
Chicago Title Ins. Co.
October 1, 1974

AT 1 MINUTES PAST 1 O'CLOCK
P.M. IN BOOK 11 OF OFFICIAL
RECORDS, PAGE 444-451 LINCOLN

COUNTY, NEVADA
Frederic P. [Signature]
COUNTY RECORDER