CASE NO. DEPT. 3 IN THE SEVENTH JUDICIAL DISTRICT COURT OF THE STATE OF 8 NEVADA, IN AND FOR THE COUNTY OF LINCOLN 10 JUDITH A. JOSEPH, 11 12 Plaintiff. 13 VERIFIED APPLICATION FOR RECEIVER KEN WEBSTER and CAROL WEBSTER, (NRS 107 100) 15 dba LINCOLN COUNTY MARKET AND UPTOWN DELL, 16 Defendants, 17 18 COMES NOW, JUDITH A JOSEPH, by and through her attorney, STEVE L 19 DOBRESCU, and hereby applies to this Honorable Court for the appointment of a receiver over the 20 UPTOWN MARKET AND DELI, located in Pioche, Lincoln County, Nevada, as follows. 21 22 23 That at all times relevant hereto, Plaintiff and Defendants were and are residents of 24 Lincoln County, Nevada 25 H. 26 That on or about July 17, 1991, Plaintiff and Defendants entered into an agreement 27 whereby Plaintiff agreed to sell and Defendants agreed to purchase the real property, inventory. 28

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equipment, goodwill and business located in Pioche, Lincoln County, Nevada, known as the LINCOLN COUNTY MARKET AND UPTOWN DELL. A true and correct copy of said agreement is attached hereto and incorporated herein as Exhibit "A". That pursuant to said agreement, Defendants took possession of said business and property and have been operating the same since approximately August, 1991.

[]],

That pursuant to said agreement, an All-Inclusive Deed of Trust and Assignment of Rents was executed by Defendants. A true and correct copy of said document is attached hereto and incorporated herein as Exhibit "B".

IV,

That said Deed of Trust secured the obligation contained in that certain Promissory note dated August 9, 1991, a true and correct copy of which is attached hereto and incorporated herein as Exhibit "C"

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That pursuant to the terms of said note, Defendants are obligated to make monthly payments which are due on the 21st day of each month.

VI.

That since the execution of said Promissory Note, Defendants have been late on virtually every payment, and Plaintiff has not received a timely payment within the last \sum_{\text{vears}}
That Defendants' payment due for July 21, 1996 was received on or about August 9, 1996. That a notice from the Bank stating the check was returned for "insufficient funds" was received on or about August 10, 1996.

VII.

That as part of the purchase agreement, (Section 14.4 of Exhibit "A"), Defendants are BOOK 120 (a) 308

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required to maintain their membership with Associated Food Stores of Salt Lake City

VIII.

That Defendants have failed to maintain said membership with Associated Food Stores of Salt Lake City.

ĬX.

That upon Defendants receiving possession of said business and property. Defendants received inventory with a value in excess of Thirty Five Thousand Dollars (\$35,000 00)

X.

That during Defendants operation and control of said business, Defendants have allowed said inventory level to drop substantially.

XI.

That Defendants have mismanaged said business during their operation and control of the same

XII.

That Defendants have failed to maintain the equipment furnishings and fixtures as required by the purchase agreement and/or Deed of Trust

XIII.

That as a direct result of Defendants acts and omissions, the income derived from the generation of said business has been substantially reduced and there exits a danger that a further loss of income will result if Defendants are allowed to continue to operate said business

XIV.

That as a result of Defendants acts and omissions, the real and personal property and business sold to Defendants by Plaintiff is now, or may become insufficient to discharge the debt which it secures.

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XV.

That Plaintiff filed a Notice of Breach and election to sell on March 13, 1996, and on August _______. 1996, true and correct copies thereof are attached hereto and incorporated herein as Exhibits "D" and "E", respectively.

XVI.

That pending Plaintiff's foreclosure action and any possible litigation and/or arbitration that may result. Defendants continued operation of said business will result in further loss of income from the business, further waste and loss of good will, and cause to property and business to be insufficient to discharge the debt owed to Plaintiff

XV.

That Plaintiff has no plain, speedy or adequate remedy at law to protect her interest in said property and business.

XVI.

That based on the foregoing, the evidence and testimony to be presented at the hearing of this matter, and NRS 107-100. Plaintiff is entitled to the appointment of a receiver over said property and business

XVII.

That Defendants have breached the terms of the Deed of Trust (Exhibit "B") and Plaintiff is entitled to the appointment of a receiver pursuant to Paragraph (c)(5)

XVIII.

That Plaintiff is informed and believes that Defendants have incurred numerous debts int he operation of said business which Defendants should be ordered to pay.

XIX,

That Plaintiff has been forced to hire the services of an attorney to protect her

MOOK 120 FAC 310

1 2	interests in this regard and is entitled to an award of attorney fees and costs incurred.
3	HATTEFORE WILLIAM CO. I. C. I.
4	said property and business pending Plaintiff's foreclosure and any existing litigation and/or arbitration
5	that may result.
6	DATED: August 15, 1996.
7	
8	hand of location
9	JUDITH A JOSEPH
10 11	STATE OF NEVADA
12	County of Lincoln
13	JUDITH A. JOSEPH, being first duly sworn, deposes and says: That she is the
14	Plaintiff named int he above and foregoing Application for Receiver; that she has read the same and knows the contents thereof, and that the same is true of her own knowledge, except as to those
15	matters stated upon information and belief, and as to those matters she believes them to be true.
16	
17	PUDITH A JOSEPH
18	SUBSCRIBED and SWORN to before me, by JUDITH A. JOSEPH, this Day of August, 1996.
19 20	Day of August, 1990.
21	- NOTARY PUBLIC
22	COUNTY CLERK & Ex-Officia Clerk of the Seventh Judicial District
23	Court of the State of Mevada, in end for the County of Lincoln
24	NO. 105745
25	FILED AND RECORDED AT REQUEST OF
26	Judith Joseph
27	August 15, 1996 AT 59 MINUTES PAST 12 0'CLOCK
28	PM IN BOOK 120 OF OFFICIAL
	RECORDS, PAGE 307 LINCOLN COUNTY NEVADA. BOOK 120 146. 311
11	Yuriko Setzer, Recorder Decuto