

Loan Number 242773-7

NOTICE OF PLEDGE

State of Nevada
Division of Water Resources
201 S. Fall Street
Carson City, Nevada 89101

Attn: State Engineer

Please be notified that the undersigned have this date executed a deed of trust in favor of the Federal Land Bank of Sacramento covering certain land in Elko County, Nevada, together with all of the Trustor's right to use water from Herder Creek for the irrigation of Parcels 1,2,3,4 and 5, as shown on the Amended Map of Division into Large parcels for Burke & Yvonne Petersen, situated in portions of Sections 3,4 & 5, T.36N., R.60E., M.D.M., filed June 7, 1984, in the Office of the County Recorder of Elko County, Nevada, as File No. 191740, as said water rights are more particularly described in Proof No. 00488, allotted to J. M. Riddell; Proof No. 00499, allotted to Wm. Goodale; Proof No. 00507, allotted to C. H. Black; and Proof No. 00513, allotted to Wm. Goodale, in the Decree of the Sixth Judicial District Court of the State of Nevada, in and for the County of Humboldt, in the Matter of the Determination of the Relative Rights of Claimants and Appropriators of the Waters of the Humboldt River Stream System and Its Tributaries, Action No. 2804, H. W. Edwards, Former Judge Presiding.

The said deed of trust, given to secure a promissory note of even date, was recorded April 23, 1986, in the Office of the County Recorder of the above referenced County, as Instrument No. 214666.

Please file this notice with your records of the above-referenced certificate and direct notice of any intended change of the place of use or other change which

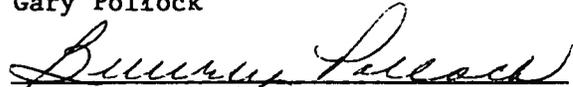
Requested Deed of Reconveyance 10-13-93 (13)

materially affects the beneficiary's security interest in the said right to the Federal Land Bank of Sacramento, P. O. Box 13106, Sacramento, California 95813.

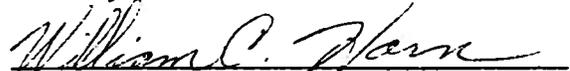
Dated this 11th day of April, 1986.



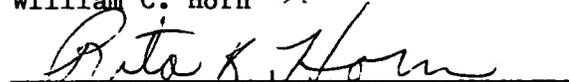
Gary Pollock



Beverly Pollock



William C. Horn



Rita R. Horn

Receipt of the Notice of Pledge, of which this is a copy, is acknowledged. A copy of this notation of the Bank's interest in the referred to certificate will be placed in the file in the Office of the State Engineer.

6 - 17 - 87

(date)

(signature) (title)

K.S.