WHEN RECORDED MAIL TO: LANE MORGAN c/ol United Title Services 229 East St. George Blvd. #200 St. George, UT 84770

File No: 26220

(SC-VY-3-6)

DOC # 20070036727

TRUST DEED

THIS TRUST DEED is made this 17TH day of JULY, 2006, BEVERLY S. KNOX, TRUSTEE OF THE BEVERLY S. KNOX FAMILY TRUST, DATED OCTOBER 8, 2001 as Trustor whose address is 250 LeGRANDE CIRCLE, United Title Services of Southern Utah, Inc. as Trustee, and LANE MORGAN, as Beneficiary

Trustor hereby CONVEYS AND WARRANTS TO TRUSTEE IN TRUST, WITH POWER OF SALE the following described property situated in WASHINGTON, County Utah.

ALL OF LOT 6, THE VINEYARDS PHASE 3, ACCORDING TO THE OFFICIAL PLAT THEREOF, ON FILE

Together with all building, fixtures and improvements thereon and all water rights, rights of way, easements, rents, issues, profits, income, tenements, hereditaments, privileges and appurtenances thereunto now or hereafter unused or enjoyed with said property, or any part thereof;

FOR THE PURPOSE OF SECURING payment of the indebtedness evidenced by a promissory note of even dated herewith, in the principal sum of **\$232,000.00**, payable to the order of Beneficiary at the times, in the manner and with interest as therein set firth, and payment of any sums expended or advanced by Beneficiary to protect the security hereof.

Trustor agrees to pay all taxes and assessments on the above property, to pay all charges and assessments on water or water stock used on or with said property, not to commit waste, to maintain adequate fire insurance on improvements on said property, to pay all costs and expenses of collection (including Trustee's and attorney's fees in vent of default in payment of the indebtedness secured hereby) and to pay reasonable Trustee's fees for any of the services performed by Trustee hereunder, including a reconveyance hereof

The undersigned Trustor requests that a copy of any notice of default and of any notice of sale hereunder be mailed to him at the address hereinbefore set forth.

S. KNØX. TRÙSTÉE VERIY

State of UTAH County of WASHINGTON

On the day of JULY, 2006, personally appeared before me BEVERLY S. KNOX, TRUSTEE OF THE BEVERLY S. KNOX FAMILY TRUST, DATED OCTOBER 8, 2001, the signer(s) of the foregoing instrument, who duly acknowledged to me that THEIR executed the same.

*NOTE: Trustee must be a member of the Utah State Bar; a bank, building and loan association authorized to do such business in Utah; a corporation authorized to do a trust business in Utah; or a title insurance or abstract company authorized to do such business in Utah.

