NON-NEGOTIABLE

This Security Agreement is made and entered into this 18th day of JUNE, 2001, by and between JOHN HENRY DOE, DEBTOR, hereinafter "DEBTOR," SOCIAL SECURITY ACCOUNT NUMBER 123-45-6789, and John-Henry: Doe, Secured Party, hereinafter "Secured Party." The Parties, hereinafter "Parties," are identified as follows:

DEBTOR

JOHN HENRY DOE 12345 MINE STREET ANYTOWN, CA 98765 Social Security Account Number: 123-45-6789

Secured Party

John-Henry: Doe c/o: 12345 Mine Street, near; Anytown, California [98765]

NOW, THEREFORE, the Parties agree as follows:

AGREEMENT

In consideration for Secured Party providing certain accommodations to DEBTOR including, but not limited to, Secured Party:

- 1. Constituting the source, origin, substance, and being, i.e. basis of "pre-existing claim," from which the existence of DEBTOR was derived and on the basis of which DEBTOR is able to function as a transmitting utility to conduct Commercial Activity as a conduit for the transmission of goods and services to Secured Party, and to interact, contract, and exchange goods, services, obligations, and liabilities with other DEBTORS, corporations, and artificial persons in commerce;
- 2. Signing by accommodation for DEBTORS in all cases whatsoever wherein any signature of DEBTOR is required;
- 3. Issuing a binding commitment to extend credit or for the extension of immediately available credit, whether or not drawn upon and whether or not a chargeback is provided for in the event of difficulties in collection;
- 4. Providing the security via the sentient existence, exercise of faculties, and labor of Secured Party, that provide the valuable consideration sufficient to support any contract which DEBTOR may execute or to which DEBTOR may be regarded as bound by any person whatsoever, DEBTOR hereby confirms that this Security

1 of 1

Private and Non-negotiable between parties.

FORM: SA-062101

Agreement is duly executed, signed, and sealed private contract entered into knowingly, intentionally, and voluntarily by DEBTOR and Secured Party, wherein and whereby DEBTOR:

- a) Voluntarily enters DEBTOR in the Commercial Registry;
- b) Transfers and assigns to Secured Party a security interest in the Collateral described herein below; and
- c) Agrees to be, act, and function in law and commerce, as the unincorporated, proprietary trademark of Secured Party for exclusive and discretionary use by Secured Party in any manner that Secured Party, by sovereign and unalienable right, elects.

PUBLIC LAWFUL NOTICE

Filing of this Security Agreement by the parties constitutes open, lawful, public notice that:

- 1. The law, venue, and jurisdiction of this Security Agreement is the ratified, finalized, signed, and sealed private contract freely entered into by and between DEBTOR and Secured Party as registered herewith.
- 2. This Security Agreement is contractually complete herein and herewith and cannot be abrogated, altered, or amended, in whole or part, without the express, written consent of both DEBTOR and Secured Party.
- 3. DEBTOR is the transmitting utility, and unincorporated, proprietary trademark of Secured Party, and all property of DEBTOR is the secured property of Secured Party.
- 4. Any unauthorized use of DEBTOR in any manner that might influence, affect, pertain to, or be presumed to pertain to Secured Party in any manner is expressly prohibited without the written consent of Secured Party.

FIDELITY BOND

Know all men by these presents, that DEBTOR, JOHN HENRY DOE, establishes this bond in the form of FUNCTIONAL CURRENCY in favor of Secured Party, John-Henry: Doe, in the sum of present Collateral Values up to the penal sum of One Hundred Billion United States Dollars (\$100,000,000,000.h), for the payment of which bond, well and truly made, DEBTOR binds DEBTOR and DEBTOR'S heirs, executors, administrators, and third-party assigns, jointly and severally, by these presents.

The condition of the above bond is: Secured Party covenants to do certain things on behalf of DEBTOR, as set forth above in Agreement, and DEBTOR, with regard to conveying goods and services in Commercial Activity to Secured Party, covenants to serve as a transmitting utility therefore and, as assurance of fidelity, grants to Secured Party a Security Interest in the herein below described Collateral.

This bond shall be in force and effect as of the date hereon and until the DEBTOR'S Surety, John-Henry: Doe, is released from liability by the written order of the UNITED STATES GOVERNMENT and provided that said Surety may cancel this bond and be relieved of further liability hereunder by delivering thirty (30) day written notice to DEBTOR. No such cancellation shall affect any liability incurred or accrued hereunder prior to the termination of said thirty (30) day period. In such event of notice of cancellation, DEBTOR agrees to reissue the bond before the end of said thirty (30) day period for an amount equal to or greater than the above-stated value of this Security Agreement, unless the Parties agree otherwise.

INDEMNITY CLAUSE

DEBTOR, without the benefit of discussion or division, does hereby agree, covenant, and undertake to indemnify, defend, and hold Secured Party harmless from and against any and all claims, losses, liabilities, costs, interests, and expenses, hereinafter referred to as "Claims" or "Claim," which Claims include, without restriction, all legal costs, interests, penalties, and fines suffered or incurred by Secured Party, in accordance with Secured Party's personal guarantee with respect to any loan or indebtedness of DEBTOR, including any amount DEBTOR might be deemed to owe to any creditor for any reason whatsoever.

Secured Party shall promptly advise DEBTOR of any Claim and provide DEBTOR with full details of said Claim, including copy of any document, correspondence, suit, or action received by or served upon Secured Party. Secured Party shall fully cooperate with DEBTOR in any discussion, negotiation, or other proceeding relating to any Claim.

OBLIGATIONS SECURED

The security interest granted herein secures any and all indebtedness and liability whatsoever of DEBTOR to Secured Party, whether direct or indirect, absolute of contingent, due or to become due, now existing or hereafter arising, and however evidenced.

COLLATERAL

The collateral to which this Security Agreement pertains includes, but is not necessarily limited to, all herein below described personal and real property of DEBTOR, now

3 of 3

Private and Non-negotiable between parties.

FORM: SA-062101

owned or hereafter acquired by DEBTOR, in which Secured Party holds all interest. DEBTOR retains possession and use, and rights of possession and use, of all collateral, and all proceeds, products, accounts, and fixtures, and the Orders therefrom, are released to DEBTOR.

FUNTIONAL CURRENCY

Functional Currency found in 26 CFR 1.985-1 through 1.985-7 may be used with this agreement as a Qualified Business Units (QBU). Figures may be identified with an "h" if desired and applicable. The DEBTOR(S) and the Secured Party do hereby adopt the symbol of "\$" and may use the term "dollar" for bookkeeping matters. The United State dollar and Federal Reserve notes are distinguished by their obligation.

The Department of the Treasury, Treasury Financial Manual Bulletins and its revisions and forms herein or amendments thereto may be also used for agreements and contracts concerning electronic payments, deposits, fund transfers, account settlement and adjustments, and for other purposes (See Electronic Certification Systems, SF 1166 ECS).

Functional Currency may be used to offset and adjust accounting obligations for taxes, and may be considered for discharging public or private debts with the consent of the parties involved in relation to House Joint Resolution 192, June 5, 1933.

NO INTENTION OR PROVISION TO COUNTERFEIT UNITED STATES SECURITIES IN RELATION TO UNITED STATES CONSTITUTION ARTICLE <u>1 SECTION 8 CLAUSE 6.</u>

It is expressly understood and agreed by all parties who contract with the DEBTOR(S) and Secured Party, that the DEBTOR'(S) drafts, promissory notes, bills of exchange, letters of advice or other instruments, shall not in any manner whatsoever be deemed or misconstrued to be a United States Government Security, Federal Reserve note, United States Note, bond, coupon, Treasury note, obligation, or other type of public security issued under any Act of Congress, regardless of its form or how it is used as a medium of exchange, including but not limited to the following;

(1) draws, prints, processes, produces, publishes, or otherwise makes, or attempts or causes the same, within the United States or (2), passes, presents, offers, brokers, issues, sells, or attempts or causes the same, or with like intent possesses, within the United States or (3), utilizes interstate or foreign commerce, including the use of the mails or wire, radio, or other electronic communications, to transmit, transport, ship, move, parentheses two transfer, or attempts or causes the same, to, from or through the United States, any false or fictitious instrument, document, or other item appearing, representing, purporting, or contriving through scheme or artifice, to be an actual security or other financial instrument issued under the authority of the United States, a foreign government, a State or other political subdivision of the United States, United States Government, or any organization or agency acting on said behalf.

4 of 4

Private and Non-negotiable between parties.

FORM: SA-062101

UNITED STATE'S STATUTES AT LARGE 37th CONGRESS, SESSION II, CHAPTER 33, FEBRUARY 25, 1862, 18 U.S.C. § 513, §514;

(2) It is Expressly understood and agreed by all parties who contract with the debtors, that it is not the purpose or intent of the DEBTOR(S) or Secured Party to knowingly or willfully defraud, authorize, issue for use, any type of fictitious obligation, instrument, bill of exchange, draft, promissory note, letter of advice, or other device, for any unlawful, illegal, or fraudulent conveyance, or to imply that any instrument or instruction letter, is or has been issued under any Act of Congress in violation of any laws, not limited to falsely making, forge, counterfeit, alter, present, utter, publish, sell, pass, hold in possession, or bring into the United States any form of securities created under any Act of Congress, Federal Reserve system, or other foreign government.

Private transactions created by U.C.C. contracts under this Security Agreement are not government securities regulated by the Securities Exchange Commission, regulations, or the Securities Act of 1933 and therefore do not violate the "interstate" or "intrastate" Commerce Clause regulated by the United States Congress or the Securities and Exchange Commission.

It is Expressly agreed by all parties who desire to enter into any contract with the debtors, that all employees, courts, magistrates, judges, trustees, commissioners, or other officials, whether or not presiding over the bankruptcy for the United States government, shall not write, make, or enter any plea, including a not guilty plea for the Debtors or defendants.

Attorneys and lawyers are not required to be appointed for the debtors, or defendants, without their prior written consent and express authorization from the Secured Party or authorized representatives. Evidence of a valid power of attorney must be signed and made part of any record of any proceeding to prevent committing an act to barratry, trespass, and claim jumping.

Before any of the below-itemized property can be disbursed, exchanged, sold, tendered, forfeited, gifted, transferred, surrendered, conveyed, destroyed, disposed of, or otherwise removed from DEBTOR'S possession, Dishonor Settlement Agreement Bill of Exchange # UST2-06182001, held by Secured Party must be satisfied in full and acknowledgment of same completed.

- 1. All proceeds, products, accounts, and fixtures from crops, mine head wellhead, with transmitting utilities, etc.;
- 2. All rents, wages, and income;
- 3. All land, mineral, water, and air rights;
- 4. All cottages, cabins, houses, and buildings, including but not limited to property located in Orange County California, Recorded as Parcel No.: 111-222-33, commonly known as 12345 Mine Street, near Anytown, California;

5 of 5

Private and Non-negotiable between parties.

- 5. All bank accounts, bank "safety" deposit boxes and the contents therein, credit card accounts, mutual fund accounts, certificates of deposit accounts, checking accounts, savings accounts, retirement plan accounts, stocks, bonds, securities, and benefits from trusts, including, but not limited to the following:
 - a) Wells Fargo Checking Acct 034-1111111 and all related accounts;
 - b) Wescom C. U. Account #'s 222222 and all Sub Accounts;
 - c) Credit Card & Acct # 4445555666777788;
 - d) Credit Card & Acct. # 5554444333222211;
- 6. All inventory in any form, from any source;
- 7. All machinery, either farm, industrial, household or personal;
- 8. 1988 Honda Accord, VIN Number: 1HGCA66666JA66666666, LIC # 1ABC234 and everything contained therein or thereon;
- 9. 1981 Yamaha Motorcycle, VIN #: 1HFSC1414EA141414, LIC # 13S1313 and everything contained therein or thereon;
- 10. All boats, yachts, and water craft, and all equipment, accoutrements, baggage, and cargo affixed or pertaining thereto or stowed therein, including but not limited to: all motors, engines, ancillary equipment, accessories, parts, tools, instruments, electronic equipment, navigation aids, service equipment, lubricants, and fuels and fuel additives;
- 11. All air craft, gliders, balloons, and all equipment, accoutrements, baggage, and cargo affixed or pertaining thereto or stowed therein, including but not limited to: all motors, engines, ancillary equipment, accessories, parts, tools, instruments, electronic equipment, navigation aids, service equipment, lubricants, and fuels and fuel additives;
- 12. All motor homes, trailers, mobile homes, recreational vehicles, house, cargo, and travel trailers, and all equipment, accoutrements, baggage, and cargo affixed or pertaining thereto or stowed therein, including but not limited to: all ancillary equipment, accessories, parts, service equipment, lubricants, and fuels and fuel additives;
- 13. All livestock and animals, and all things required for the care, feeding, use, and husbandry thereof;
- 14. All vehicles, autos, trucks, vans, four-wheel vehicles, wagons, tractors, trailers, motorcycles, bicycles, tricycles, or wheeled conveyances of any kind, and any license plates, tags, stickers, and other documents relating thereto;

- 15. All computer, computer-related equipment and accessories, electronically stored files or data, telephones, electronic equipment, office equipment and machines;
- 16. All visual reproduction systems, aural reproduction systems, motion pictures, films, video tapes, audio tapes, sound tracks, compact discs, phonograph records, film, video and aural production equipment, cameras, projectors, and musical instruments;
- 17. All manuscripts, booklets, pamphlets, treatises, treatments, monographs, stories, written material, libraries, plays, screenplays, lyrics, songs, music;
- 18. All books and records of DEBTOR;
- 19. All Trademarks, Registered Marks, Registration Marks, copyrights, patents, proprietary data and technology, inventories, inventions, royalties, and good will;
- 20. All scholastic degrees, diplomas, honors, awards, meritorious citations;
- 21. All records, diaries, journals, photographs, negatives, transparencies, images, video footage, film footage, drawings, sound records audio tapes, video tapes, computer production or storage of any kind whatsoever, of DEBTOR;
- 22. All fingerprints, footprints, palm prints, thumbprints, RNA materials, DNA materials, blood and blood fractions, biopsies, surgically removed tissue, bodily parts, organs, hair, teeth, nails, semen, urine, other bodily fluids or matter, voice-print, retinal images, and the descriptions thereof, and all other corporal identification factors, including microchips, and said factors' physical counterparts, in any form, and all records, record numbers, and information pertaining thereto;
- 23. All biometrics data, records, information, and processes not elsewhere described, the use thereof, and the use of the information contained therein or pertaining thereto;
- 24. All rights to obtain, use, request, or refuse or authorize the administration of, any food, beverage, nourishment, or water, or any substance to be infused or injected into, or affecting the body by any means whatsoever;
- 25. All rights to request, refuse, or authorize the administration of, any drug, manipulation, material, process, procedure, ray, or wave which alters, or might alter the present or future state of the body, mind, spirit, or will by any means, method, or process whatsoever;
- 26. All keys, locks, lock combinations, encryption codes or keys, smart cards and all information contained therein, safes, secured places, and security devices, security programs, and any software, machinery, or devices related thereto;

7 of 7

Private and Non-negotiable between parties.

- 27. All rights to access and use utilities upon payment of the same unit costs as the comparable units of usage offered to most-favored customers, including cable, electricity, garbage, gas, gasoline, diesel fuel, internet, satellite, sewage, telephone, water, www, and all other methods of communication, energy transmission, and food or water distribution;
- 28. All rights to barter, buy, contract, sell, or trade ideas, products, services, or work;
- 29. All rights to create, invent, adopt, utilize, or promulgate any system or means of currency, money, medium of exchange, coinage, barter, economic exchange, bookkeeping, record-keeping, and the like;
- 30. All rights to use any free, rented, leased, fixed, or mobile domicile, as though same were a permanent domicile, free from requirement to apply for or obtain any government license or permission and free from entry, intrusion, or surveillance, by any means, regardless of duration of lease period, so long as any required lease is currently paid or a subsequent three-day grace period has not expired;
- 31. All rights to manage maneuver, direct, guide, or travel in any form of automobile or motorized conveyance whatsoever without any requirement to apply for or obtain any government license, permit, certificate, or permission of any kind whatsoever;
- 32. All rights to marry and procreate children, and to rear, educate, train, guide, and spiritually enlighten any such children, without any requirement to apply for an application, or obtain any government license, permit, certificate, Social Security Number or other identifying number of any kind, or permission of any kind whatsoever;
- 33. All rights to buy, sell, trade, grow, raise, gather, hunt, trap, angle, and store food, fiber, and raw materials for shelter, clothing, and survival;
- 34. All rights to exercise freedom of religion, worship, use of sacraments, spiritual practice, and expression without any abridgment of free speech, or the right to publish, or the right to peaceably assemble, or the right to petition Government for redress of grievances, or petition any military force of the United States for physical protection from threats to the safety and integrity of person or property from either "public" or "private" sources;
- 35. All rights to keep and bear arms of any caliber, of any description, and at any location, and all ammunition and other such items necessary to allow and keep these arms functioning properly, for self-defense of self, family, and parties entreating physical protection of person or property, and to carry, use and fire all such arms for the practice of safety, accuracy and other general use;

- 36. All rights to create, preserve, and maintain inviolable, spiritual sanctuary and receive into same any and all parties requesting safety and shelter;
- 37. All rights to create documents of travel of every kind whatsoever, including those signifying diplomatic status and immunity as a free, independent, and sovereign state-in-fact;
- 38. All claims of ownership or certificates of title to the corporeal and incorporeal hereditaments, hereditary succession, and all innate aspects of being, *i.e.* mind, body, soul, free will, faculties, and self;
- 39. All rights to privacy and security in person and property, including but not limited to all rights to safety and security of all household or sanctuary dwellers or guests, and all papers and effects belonging to DEBTOR or any household or sanctuary dwellers or guests, against governmental, quasi-governmental, or private intrusion, detainer, entry, seizure, search, surveillance, trespass, assault, summons, or warrant, except with proof of superior claim duly filed in the Commercial Registry by any such intruding party in the private capacity of such intruding party, notwithstanding whatever purported authority, warrant, order, law, or color of law may be promulgated as the authority for any such intrusion, detainer, entry, seizure, search, surveillance, trespass, assault, summons, or warrant;
- 40. All names used and all Corporations Sole executed and filed, or to be executed and filed, under said names;
- 41. All intellectual property, including but not limited to all speaking and writing;
- 42. All signatures;
- 43. All present and future retirement incomes, and rights to such incomes, issuing from any of DEBTOR'S accounts;
- 44. All present and future medical and healthcare rights, and rights owned through survivorship, from any of DEBTOR'S accounts;
- 45. All applications, filings, correspondence, information, identifying marks, image licenses or travel documents, materials, permits, registrations, and records and records numbers held by any entity, for any purpose, however acquired, as well as the analyses and uses thereof, and any use of any information and images contained therein, regardless of creator, method, location, process, or storage form, including all processed algorithms analyzing, classifying, comparing, compressing, displaying, identifying, processing, storing, or transmitting said applications, filings, correspondence, information, identifying marks, image licenses or travel documents, materials, permits, registrations, and records and records numbers, and the like;
- 46. All library cards;

Private and Non-negotiable between parties.

- 47. All credit, charge, and debit cards, and mortgages, notes, applications, card numbers, and associated records and information;
- 48. All credit of DEBTOR;
- 49. All traffic citations/tickets;
- 50. All parking citations/tickets;
- 51. All court cases and judgments, past, present, and future, in any court whatsoever, and all bonds, orders, warrants, and other matters attached thereto or derived therefrom;
- 52. All precious metals, bullion, coins, jewelry, precious jewels, semi-precious stones, mounts, and any storage boxes within which said items are stored;
- 53. All tax correspondence, filings, notices, coding, record numbers, and any information contained therein, wherever and however located, and no matter by whom said information was obtained, compiled, codified, recorded, stored, analyzed, processed, communicated, or utilized;
- 54. All bank accounts, bonds, certificates of deposit, drafts, futures, insurance policies, investment securities, Individual Retirement Accounts, Roth Accounts, money market accounts, mutual funds, notes, options, puts, calls, pension plans, savings accounts, stocks, warrants, 401-K's, and the like;
- 55. All accounts, deposits, escrow accounts, lotteries, overpayments, prepayments, prizes, rebates, refunds, returns, Treasury Direct Accounts, claimed and unclaimed funds, and all records and record numbers, correspondence, and information pertaining thereto or derived therefrom;
- 56. All cash, coins, money, Federal Reserve Notes, and Silver Certificates, United States Notes, Functional Currency, United States notes, and Drafts;
- 57. All drugs, herbs, medicine, medical supplies, cultivated plants, growing plants, inventory, ancillary equipment, supplies, propagating plants, and seeds, and all related storage facilities and supplies;
- 58. All products of and for agriculture, and all equipment, inventories, supplies, contracts, accoutrements involved in the planting, tilling, harvesting, processing, preservation, and storage of all products of agriculture;
- 59. All farm, lawn, and irrigation equipment, accessories, attachments, hand-tools, implements, service equipment, parts, consumables, and supplies, and storage sheds and contents;
- 60. All fuel, fuel tanks, containers, and involved or related delivery systems;

10 of 10

Private and Non-negotiable between parties.

- 61. All metal-working, woodworking, and other such machinery, and all ancillary equipment, accessories, consumables, power tools, hand tools, inventories, storage cabinets, toolboxes, work benches, shops, and facilities;
- 62. All camping, fishing, hunting, and sporting equipment, and all special clothing, materials, supplies, and baggage related thereto;
- 63. All rifles and guns and related accessories, including, but not limited to any and all ammunition and the integral components thereof;
- 64. All radios, televisions, communication equipment, receivers, transceivers, transmitters, antennas, and towers, and all ancillary equipment, supplies, computers, software programs, wiring, and related accoutrements and devices;
- 65. All power-generating machines or devices, and all storage, conditioning, control, distribution, wiring, and ancillary equipment pertaining or attached thereto;
- 66. All computers and computer systems and the information contained therein, as well as all ancillary equipment, printers, and data compression or encryption devices, keys and processes;
- 67. All office and engineering equipment, furniture, ancillary equipment, drawings, tools, electronic and paper files, notes, drawings, and items related thereto;
- 68. All water wells and well-drilling equipment, and all ancillary equipment, chemicals, tools, and supplies;
- 69. All shipping, storing, and cargo containers, and all chassis, truck trailers, vans, and the contents thereof, whether on-site, in transit, or in storage anywhere;
- 70. All building materials and prefabricated buildings, and all components or materials pertaining thereto, before or during manufacture, transportation, storage, building, erection, or vacancy while awaiting occupancy thereof;
- 71. All communications and data, and the methods, devices, and forms of information storage and retrieval, and the products of any such stored information;
- 72. All books, drawings, magazines, manuals, and reference materials regardless of physical form;
- 73. All artwork, including but not limited to: paintings, etchings, photographic art, lithographs, and serigraphs, and all frames and mounts pertaining or affixed thereto;

11 of 11

Private and Non-negotiable between parties.

- 74. All food, and all devices, tools, equipment, vehicles, machines, and related accoutrements involved in food growth, preparation, preservation, transport, and storage;
- 75. All construction machinery and all ancillary equipment, supplies, materials, fuels, fuel additives, materials, and service equipment pertaining thereto;
- 76. All medical, dental, optical, prescription, and insurance records, records numbers, and information contained in any such records or pertaining thereto;
- 77. The Will of DEBTOR;
- 78. All inheritances gotten or to be gotten;
- 79. All wedding bands and rings, watches, wardrobe, and toiletries;
- 80. All radios, televisions, household goods and appliances, linen, furniture, kitchen utensils, cutlery, tableware, cooking utensils, pottery, antiques;
- 81. All frequent flyer miles, awards, rewards, monies, upgrades, and any other benefits accrued or to accrue, from any airline to which DEBTOR holds a valid claim card;
- 82. All ownership, equity, property, and rights to property now owned or held or hereafter acquired in all businesses, corporations, companies, partnerships, limited partnerships, organizations, proprietorships, and the like, and all books and records pertaining thereto, all income therefrom, and all accessories, accounts, equipment, information, inventory, money, spare parts, and computer software pertaining thereto;
- 83. All business, corporations, companies, trusts, partnerships, limited partnerships, organizations, proprietorships, and the like, now owned or hereafter acquired, and all books and records thereof and therefrom, all income therefrom, and all accessories, accounts, equipment, information, inventory, money, spare parts, and computer software pertaining thereto;
- 84. All packages, parcels, envelopes, or labels of any kind whatsoever which are addressed to, or intended to be addressed to, DEBTOR, whether received or not received by DEBTOR;
- 85. All telephone numbers;
- 86. Daisy Air Rifle Serial # L131441;
- 87. Any property not specifically listed, named, or specified by make, model, serial number, etc, is expressly herewith included as collateral of DEBTOR.

Private and Non-negotiable between parties.

ADVISORY

All instruments and documents referenced/itemized above are accepted for value, with all related endorsements, front and back, in accordance with UCC § 3-419 and in relation to House Joint Resolution 192 of June *5*, 1933. This Security Agreement is accepted for value, property of Secured Party, and not dischargeable in bankruptcy court as Secured Party's property, is exempt from third-party levy. This Security Agreement supersedes all previous contracts or security agreements between DEBTOR and Secured Party.

DEBTOR agrees to notify all of DEBTOR'S former creditors, would-be creditors, and any would-be purchasers of any herein-described Collateral, of this Security Agreement, and all such personages are expressly so-noticed herewith.

This Security Agreement devolves on Secured Party's heirs and assigns, who are equally as authorized, upon taking title to this Security Agreement, as Secured Party to hold and enforce said Security Agreement via non-negotiable contract, devise, or any lawful commercial remedy.

DEFAULT

The following shall constitute the events of default hereunder:

- 1. Failure by DEBTOR to pay any debt secured hereby when due;
- 2. Failure by DEBTOR to perform any obligations secured hereby when required to be performed;
- 3. Any breach of any warranty by DEBTOR contained in this Security Agreement; or;
- 4. Any loss, damage, expense, or injury accruing to Secured Party by virtue of the Transmitting-Utility function of DEBTOR.

Secured Party reserves the right to satisfy any judgment, lien, levy, debt, or obligation, whether unsecured, secured, or purported to be secured, against DEBTOR by executing a Bill of Exchange against the Fidelity Bond registered herewith.

NOTICE TO THE PRINCIPAL IS NOTICE TO THE AGENT NOTICE TO THE AGENT IS NOTICE TO THE PRINCIPAL

SIGNATURES

Secured Party executes this Security Agreement certified and sworn on Secured Party's unlimited liability true, correct, and complete, and accepts all signatures in accord with U.C.C. § 3-419.

JOHN HENRY DOE, DEBTOR

John-Henry: Doe, Secured Party

State of California)		JURAT
State of California County of Orange))	SS.	
Subscribed and sworn to at			before me this day of, A.D. 2001.
			Notary public
			My Commission Expires
			WITNESS my hand and official seal,

Signature of Notary Public