



First State Bank of Altus

721 North Main • P.O. Box 979
Altus, Oklahoma 73522-0979

CERTIFIED MAIL™



7005 3110 0003 0416 4027



016H266504546

\$05.210

08/16/2007

Mailed From 73522

US POSTAGE

Hasler

Shane Sills
Mark Sills
4S DEVELOPMENT, LTD
PO Box 416
Hayden, CO 81639-0416

~~1st NOTICE 8/18/07~~
~~2nd NOTICE 8/22/07~~
RETURN 9/3/07

81639-0416





The Quality Bank!

First State Bank of Altus

P.O. BOX 979 • 721 N. MAIN • ALTUS, OK 73522 • PHONE: (580) 482-6100
WAL-MART BRANCH • 2500 N. MAIN • ALTUS, OK 73522

August 16, 2007

CERTIFIED MAIL

FIRST CLASS MAIL

Shane Sills, Partner
Mark Sills, Partner
4S Development, LTD
P. O. Box 416
Hayden, Colorado 81639-0416

Dear Shane and Mark:

The promissory note dated 4-26-2006 in the original amount of \$9,000,000 is in default due to non-payment of a quarterly installment of **\$114,167.66** which became due on **6-30-2007**.

Because of this uncured breach in the terms and conditions of said Note, we do hereby declare the entire balance of indebtedness to be due and owing.

Principal	\$4,839,567.65
Interest thru 8-16-2007	<u>191,264.67</u>
TOTAL	\$5,030,832.32

Demand is hereby made upon you under terms of said Note for payment of the entire balance due. If payment of this demand is not made on or before **8-31-2007**, we shall take legal and other actions deemed necessary or appropriate to protect our interest, i.e. foreclose and liquidation of collateral.

To cure this default, a payment of **\$114,167.66** must be received on or before **8-31-2007** by wired funds or cashiers check only. No partial payments accepted.

Please give me a call at 580-482-6100 with any questions or comments.

Sincerely,

Paul Doughty
President and CEO