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BOOK 118 PAGE 711

FILE FOR RECORD  
SKAMANIA COUNTY, WASH  
BY *Robert Leick*

REAL ESTATE CONTRACT

MAY 3 11 44 AM '90

*J. Lowry*

GARY M. OLSON

I. SPECIFIC TERMS

A. PARTIES, PROPERTY AND PURCHASE PRICE

Date: May 2, 1990

Sellers:

ROBERT W. BARNES and BLANCHE A.  
BARNES, husband and wife  
Home Valley  
Stevenson, Washington 98648

Purchasers:

WILLIAM T. WILKINS, as his Separate  
Property, and BRADLEY D. WILKINS, as  
his Separate Property, as Tenants in  
Common

%William T. Wilkins

P.O. Box 8  
Carson, WA 98610

Real Property Legal  
Description:

A tract of land in Sections 26 & 27,  
in Township 3 North, Range 8 East of  
the Willamette Meridian, in the  
County of Skamania, State of Wash-  
ington, described as follows:

Beginning at a point on the East line  
of the Joseph Robins Donation Land  
Claim 600 feet North of the South  
line of said Section 26; thence North  
89 deg. 46' 47" West 1024.61 feet;  
thence North 385 feet to the South-  
west corner of Lot 4 of the Robert  
W. Barnes Short Plat; thence North-  
easterly along the South line of said  
Lot 4 a distance of 234 feet to  
the West line of Cottonwood Street;  
thence southeasterly along said road  
to the East line of the Joseph Robins  
Donation Land Claim; thence South  
89.1 feet to the point of beginning.  
Comprised of 6.63 acres more or  
less.

Title to be Conveyed:

Upon fulfillment of Real Estate Con-  
tract.

Title Exceptions:

Those set out on Page 2 of the Pre-  
liminary Commitment for Title Insur-  
ance dated April 16, 1990 (File No.  
SK-15668) issued by the Skamania  
Title Company, Inc.

Date of Closing:

May 2, 1990.

13511

REAL ESTATE EXCISE TAX

MAY 3 1990

PAY 1216.00

*W. D. [Signature]*  
SKAMANIA COUNTY TREASURER

Real Estate Contract - Page 1 of 12

Registered *p*  
Indexed, Dir *p*  
Indirect *p*  
Filed 5-8-90  
Noted

Amount Paid to Sellers as  
Downpayment:

\$ 1,000.00 (Earnest Money Received)  
14,000.00 (Cash on Date of Closing)  
\$ 15,000.00

Balance Due Sellers:

\$ 80,000.00

Total Purchase Price:

\$ 95,000.00

**B. TERMS OF DEFERRED AMOUNT TO BE PAID TO SELLERS**

Interest Rate:

Nine percent (9%) per annum

Installment Periods:

Annually

Schedule of Payments:

\$20,000.00, plus accumulated interest to date, on May 2, 1991, and like payments on the 2nd day of May of each year thereafter until the entire principal and interest has been paid in full. PROVIDED, HOWEVER, that all unpaid balances hereunder shall bear interest at the rate of 9% per annum so long as the payments are not delinquent. In the event any payment becomes delinquent (principal and/or interest) any such delinquent payment shall bear interest at the rate of 12% per annum.

Final Payment Date:

May 2, 1994

Address to which Installment  
Amounts are to be Sent:

MP 50.37 St Rd 14  
STEVENSON, WA 98648

THE SELLERS AND THE PURCHASERS HEREBY AGREE TO THE TERMS HEREINABOVE SET FORTH AND THE COVENANTS AND CONDITIONS CONTAINED IN THE ATTACHED GENERAL TERMS, ALL OF WHICH ARE INCORPORATED BY THIS REFERENCE. IN THE EVENT OF ANY CONFLICT OR INCONSISTENCY BETWEEN THE SPECIFIC TERMS AND THE GENERAL TERMS, THE FORMER SHALL CONTROL.

IN WITNESS WHEREOF, the Sellers and the Purchasers have executed this agreement as of the date first above stated.

Robert W. Barnes  
ROBERT W. BARNES - Seller

Blanche A. Barnes  
BLANCHE A. BARNES - Seller

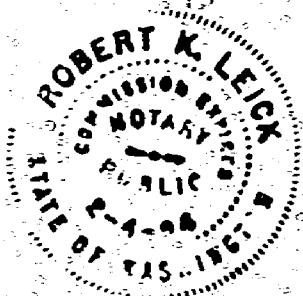
William T. Wilkins  
WILLIAM T. WILKINS - Purchaser

Bradley D. Wilkins  
BRADLEY D. WILKINS - Purchaser

STATE OF WASHINGTON )  
 ) ss.  
 County of Skamania )

I certify that I know or have satisfactory evidence that **ROBERT W. BARNES, BLANCHE A. BARNES, WILLIAM T. WILKINS and BRADLEY A. WILKINS**, each signed this instrument as the respective parties and acknowledged it to be their free and voluntary act for the uses and purposes mentioned herein.

Dated: May 2nd, 1990.



Robert K. Leick  
 Notary Public in and for the State of  
 Washington, residing at Stevenson  
 My appointment expires 2-4-94

## II. GENERAL TERMS

1. **AGREEMENT OF SALE.** The Sellers agree to sell and the Purchasers agree to purchase all that certain Real Property and Improvements (collectively the "Property") described in this contract, subject to the Title Exceptions listed in the Specific Terms hereof, and to any rights, titles, estates, leases, encumbrances and other interests suffered or created by the Purchasers, all for the considerations and subject to the terms, covenants and conditions herein contained.

2. **PURCHASE PRICE.** The Purchasers agree to pay the Purchase Price to the order of the Sellers in the manner set forth in the Specific Terms. The deferred portion of the Purchase Price which the Purchasers are to pay to the Sellers shall be paid in the Installment Amounts, commencing on the First Installment Date and continuing on the same day of each Installment Period thereafter until both principal and interest due hereunder shall have been paid in full.

3. **RETENTION OF TITLE AND SECURITY.** Except as otherwise provided for herein, the Sellers title to the Property and any substitutions hereof shall remain in the Sellers until the Purchasers are entitled to receive delivery of the Sellers' deed. The Purchasers agree with the Sellers that they shall comply with the terms of any leases connected with the Property, and shall, upon written request, promptly notify the Sellers of any alleged defaults therein by the Purchasers or any tenant. After all sums evidenced by this contract due to the Sellers have been fully paid, the Sellers shall deliver their fulfillment deed to the Purchasers in the form and subject to the Title Exceptions referred to in the Specific Terms hereof.

4. **POSSESSION.** From and after the date of this contract, the Purchasers may enter upon and take possession of the Property.

5. **TAXES AND ASSESSMENTS.** In addition to the payments hereinabove provided for, the Purchasers shall pay before delinquency all real property taxes, all general and special assessments, if any, and all other charges of whatsoever kind or nature levied or assessed by any lawful authority upon or against the Property or the use thereof to the extent the same or any installments thereof are attributable to the period following the



date of this contract. If applicable, the prorated portion of said taxes, assessments and charges which are attributable to any period prior to the date of this contract, shall be paid before delinquency by the Sellers. Said periods shall be determined by reference to the year in which the taxes, assessments and charges are required to be paid. If the Purchasers fail to so pay Real Property taxes or assessments and such failure is not rectified within fifteen (15) days following Sellers' written demand to do so, the Sellers may pay such taxes and assessments and add any such payments to the principal balance then remaining due and unpaid on this contract. The provisions of this paragraph to the contrary notwithstanding, either party shall have the right to contest in good faith any tax or assessment which may have been or is hereafter levied against the Property or any portion thereof so long as no portion of the Property is threatened with any tax forfeiture or sale as the result of such contest. So long as such contest is pursued in good faith, the nonpayment of the amounts in dispute shall not constitute a default under this contract.

6. INDEMNIFICATION AND INSURANCE. The Purchasers shall and hereby covenant and agree to indemnify and hold the Sellers harmless for any losses, damages, costs, claims and liabilities, including attorney's fees, caused by any negligent, reckless or intentional act of or negligent or reckless failure to act by the Purchasers or any of their representatives, independent contractors, invitees or licensees on, about or with respect to the Property, and for any breach of this contract by the Purchasers or any of such persons, and this covenant of indemnification shall survive the delivery of the Sellers' deed to the Purchasers.

The Purchasers shall, at their own cost and expense, keep the Property insured against loss or damage by fire, windstorm, and all other casualties covered by "all risk" endorsements available in the State of Washington. Said insurance shall be in an amount not less than the unpaid principal balance of the Purchase Price of the Property, and shall be placed with an insurance company authorized to do business in the State of Washington. All insurance policies shall expressly include the Sellers as a named insured, shall contain a waiver of subrogation clause (to the extent reasonably obtainable), and shall include provisions to the effect that they cannot be materially modified or cancelled prior to Sellers receiving not less than twenty (20) day's advance written notice, and accurate and complete copies thereof shall be deposited with the Sellers upon written request.

In the event of loss or damage to the Property which is required to be insured hereunder, the insurance proceeds shall, at the option of the Purchasers, be used to repair, rebuild, or replace all improvements and personal property which may have been destroyed or damaged to the extent necessary to restore and replace them to substantially the same condition which existed immediately prior to the casualty, subject to such modifications as may then be required by law or to which the Sellers agree in writing. In the event the Purchasers desire to construct improvements which are materially different from those so damaged or destroyed, they shall first obtain the Sellers' written consent. All repairs or replacements shall be commenced within sixty (60) days following the date the Purchasers elect to reconstruct and shall be continuously pursued with due diligence.

If (i) the Purchasers do not elect to repair the damage, or (ii) the Sellers' consent to different improvements is not waived

or given, or (iii) construction is not commenced when required or not continuously pursued (subject to delays beyond the reasonable control of the Purchasers), the Sellers may require that all casualty insurance proceeds be immediately paid to the Sellers. The Purchasers shall make the elections provided for in this paragraph within sixty (60) days following the date of the casualty, and the Sellers shall respond in writing to a written request to construct materially different improvements within twenty (20) days after said request. Any failure of the Purchasers to timely make any such election shall enable the Sellers to apply the insurance proceeds against the principal last due under this contract, and any failure of the Sellers to timely respond to any such request shall be deemed an approval thereof.

Damage to or destruction of the Property or any portion thereof shall not constitute a failure of consideration or provide a basis for the rescission of this contract, nor shall such circumstances relieve the Purchasers of their obligation to pay the remaining Installment Amounts when due. In the event of any failure of the Purchasers to obtain or timely pay any premiums for any insurance required by this paragraph, the Sellers may obtain such insurance and pay such premiums, adding any such payments to the principal balance then due on this contract.

7. UTILITIES. The Purchasers shall pay for the costs of all electric, power, gas, sewer, water, telephone, cable television, refuse disposal service, and any and all other utilities furnished to or used or consumed in, on, or about the Property by the Purchasers or by any person following the date of this contract, and Purchasers shall contract for the same solely in their own name. Any such services used prior to the date hereof by any person other than the Purchasers shall be the responsibility of the Sellers.

8. CONDITION OF PROPERTY. Except as may be otherwise provided in any written agreement between the parties hereto which is intended to survive the execution of this contract, the Purchasers hereby accept the Property in the condition existing on the date of this contract and confirm that neither the Sellers nor any agent or representative of the Sellers has given or made any warranty or representation whatsoever concerning the physical condition thereof or the uses or purposes to which the same may now or hereafter be placed.

9. RISK OF LOSS. The Purchasers shall bear the risk of loss for the complete or partial destruction or condemnation of the Property after the date of this contract, but any loss, damage or destruction of all or part of the Property shall not relieve the Purchasers from their obligation to observe and perform all of the terms, covenants and conditions of this contract. Each of the parties hereto releases the other from all liability for damage caused by any act or neglect of the other party, their agents, servants and employees, to any property which is the result of fire or other casualty covered by insurance carried at the time of such casualty; provided, however, the releases herein contained shall not apply to loss or damage resulting from the willful or premeditated acts of either of the parties hereto, their agents, servants or employees; and provided further, nothing in this paragraph shall be interpreted or have the effect of relieving or modifying any obligation of any insurance company, and to the extent any such obligation is so relieved or impaired this provision shall be ineffective.



10. MAINTENANCE AND INSPECTION. The Purchasers shall keep and maintain the Property in good repair, and shall not commit or suffer to be committed any waste or other willful damage to or destruction of the Property or any portion thereof. The Sellers shall have the right, at all reasonable times and hours, to inspect the Property to ascertain whether the Purchasers are complying with all of the terms, covenants and conditions of this contract.

11. ALTERATIONS AND LIENS. Except as otherwise permitted in this contract for construction following an insured casualty or condemnation, or except for any maintenance or repairs required by this contract, the Purchasers shall not, without the prior written consent of the Sellers, make or permit any alterations, additions, or improvements to or of the Property or to any portion thereof nor permit any demolition or removal of any such improvements. The Sellers may not unreasonably withhold their consent if the action proposed will not materially affect the value of the Property or violate any applicable laws or ordinances or the term of this contract. The Purchasers shall not cause, authorize or permit any mechanics' or materialmen's liens to be placed upon the Property. The Purchasers shall indemnify and defend the Sellers against all liens levied against the Property or any part thereof caused by or through the Purchasers. The Purchasers shall have the right to contest said liens so long as a foreclosure thereof is prevented, and if such contest is pursued in good faith the filing of the lien and withholding payment of the lien amount so disputed shall not constitute a default under this contract. No lien of any agent, contractor, subcontractor, or independent contractor of the Purchasers shall encumber any interest of the Sellers in the Property. In the event the Purchasers shall alter, repair or improve the Real Property or erect or construct any new or additional buildings or improvements on the Real Property or any part thereof (whether acting with or without the Sellers' consent) all such alterations, repairs, improvements, replacements and additions, including any new buildings and improvements, shall immediately be and become the property of the Sellers and subject to all of the terms, covenants and conditions of this contract.

12. COMPLIANCE WITH LAWS AND RESTRICTIONS. The Purchasers shall faithfully observe, perform and comply with all laws, ordinances, rules and regulations of every governmental authority affecting the Property; all easements, reservations, restrictions, covenants and conditions of record affecting or pertaining to the Property; and any other rules and regulations which have been or are hereafter adopted with respect to the Property. The Purchasers shall not use or permit any person to use the Property for or in connection with any unlawful purpose or in any manner which causes a nuisance.

13. CONDEMNATION. If the Property or any part thereof is condemned or taken by power of eminent domain by any public or quasi-public authority, the Sellers or the Purchasers or both may appear and defend or prosecute in any such proceeding. All compensation or awards received from the condemning authority, by either the Sellers or the Purchasers shall be applied first to the payment of the expenses of litigation, next to the acquisition and installation costs of any replacements or restorations of condemned property requested by the Purchasers in writing not later than fifteen (15) days following the date possession is required to be surrendered by the condemning authority, next to the reduction of the unpaid balance of this contract in the inverse order of its maturity, next to any other sums then due to the Sellers.

(including accrued and unpaid interest and reimburseable advances and expenses), and the surplus, if any, shall be paid to the Purchasers.

14. TRANSFER OF PURCHASERS' INTEREST/RELEASE CLAUSE. The Purchasers shall not sell, assign, or transfer their interest in this contract without the written consent of the Sellers, provided that the Sellers agree not to unreasonably withhold their consent, and so long as such transfer does not jeopardize the Sellers' security.

The Sellers will provide the Purchasers with a deed release to portions of said property, provided that that portion of the property remaining has a value, in the reasonable opinion of the Sellers, of 150% of the unpaid balance due on this contract at the time of any such release, and all such releases shall be at the sole expense of the Purchasers.

15. PURCHASERS' DEFAULT. The Purchasers shall be in default under this contract if they (a) fail to observe or perform any term, covenant or condition herein set forth, or (b) fails or neglects to make any payment of principal and interest or any other amount required to be discharged by the Purchasers precisely when obligated to do so, or (c) becomes or is declared insolvent or makes an assignment for the benefit of creditors, or files any debtors' petition or any petition is filed against them under any bankruptcy, wage earner's reorganization or similar act, or (d) permits the Property or any part thereof or their interest therein to be attached or in any manner restrained or impounded by process of any court, or (e) abandons the Property for more than thirty (30) consecutive days (unless the Property is otherwise occupied), or (f) conveys the Property or a portion thereof without any prior written consent required herein of the Sellers.

16. SELLERS' REMEDIES. In the event the Purchasers are in default under this contract the Sellers may, at their election, take the following courses of action:

(a) Suit for Delinquencies. The Sellers may institute suit for any Installments Amounts or other sums due and payable under this contract as of the date of the judgment and



any sums which have been advanced by Sellers as of said date pursuant to the provisions of this contract, together with interest on all of said amounts at the Default Rate from the date each such amount was advanced or due, as the case may be, to and including the date of collection;

(b) Acceleration. Upon giving the Purchasers not less than fifteen (15) days' written notice of their intent to do so (within which time any monetary default may be cured without regard to the acceleration), and if the default is in the nature of a failure to timely pay any principal, interest, insurance premium, tax, or other sum of money required to be paid herein or any failure to obtain any consent of the Sellers herein required for a conveyance of the Purchasers' title to the Property, or if the Purchasers commit waste on the Property, the Sellers may declare the entire unpaid balance of the Purchase Price and all interest then due thereon to be immediately due and payable and institute suit to collect such amounts, together with any sums advanced by the Sellers pursuant to the provisions of this contract, and together with interest on all of said sums at the Default Rate from the due date or date of each such advance to and including the date of collection;

(c) Forfeiture and Repossession. The Sellers may cancel and render void all rights, titles and interests of the Purchasers and their successors in this contract and in the Property (including all of Purchasers' then existing rights, interests and estates therein, and improvements thereon) by giving Notice of Intent to Forfeit pursuant to RCW 61.30.040-070, and said cancellation and forfeiture shall become effective if the default therein specified has not been fully cured within ninety (90) days thereafter and the Sellers record a Declaration of Forfeiture pursuant to RCW 61.30.040-070. Upon the forfeiture of this contract the Sellers may retain all payments made hereunder by the Purchasers and may take possession of the Property ten (10) days following the date this contract is forfeited and summarily eject the Purchasers and any person or persons having possession of the said Property by, through or under the Purchasers who were properly given the Notice of Intent to Forfeit and the Declaration of Forfeiture. In the event the Purchasers or any person or persons claiming by, through or under the Purchasers who were properly given the Notice of Intent to Forfeit and the Declaration of Forfeiture remain in possession of the Property more than ten (10) days after such forfeiture, the Purchasers, or any person or persons, shall be deemed tenants at will of the Sellers and the Sellers shall be entitled to institute an action for summary possession of the Property, and may recover from the Purchasers or such person or persons in any such proceedings the fair rental value of the Property for the use thereof from and after the date of forfeiture, plus costs, including the Sellers' reasonable attorneys' fees;

(d) Specific Performance. The Sellers may institute suit to specifically enforce any of the Purchasers' covenants hereunder, and the same may include redress by mandatory or prohibitive injunction;

(e) Receivership. The parties hereto recognize and agree that in the event of default by the Purchasers in making any payments or in the performance of any of the other terms



and conditions of this contract, the period of time involved in repossessing the Property, forfeiting this contract, or in obtaining possession of the Property by judicial process could cause irreparable damage to the Sellers and to the Property. Therefore, the Purchasers hereby expressly agree that in the event of any default under this contract which is not cured, the Sellers shall have the right to apply to the Superior Court of the county in which the Real Property is situated for the appointment of a receiver under Chapter 7.60 of the Revised Code of Washington (or any chapter supplemental thereto) to take charge of and maintain control of or manage the Property, to evict tenants therefrom who are not then in compliance with their leases, to lease any portion or all of the Property in the name of the Purchasers on such terms as the receiver may deem advisable, to make such alterations, repairs and improvements to the Property as the receiver may deem advisable, and to receive all rents and income therefrom and issue receipts therefor, and out of the amounts that are so received to pay all of the debts and obligations for which the Purchasers are liable hereunder prior to or during the period of the receivership, including, without limitation, payments on or for this contract, taxes, assessments, insurance premiums, utility bills and costs of operating, maintaining, repairing and managing the Property. Any sums received by the receiver in excess of said amounts shall be retained by the receiver to discharge all remaining liabilities of the Purchasers under this contract until the entirety of such obligations have been satisfied, at which point any remaining excess shall be paid to the Purchasers without interest; and

(f) Property Rental. In the event this contract is forfeited as herein provided, or in any other manner permitted by law, or by mutual agreement of the Purchasers and the Sellers, and the Purchasers shall thereafter remain in possession of the Property beyond any period otherwise permitted by law, the Purchasers agree that they will occupy the Property as a tenant at will, and the Purchasers shall be obligated to pay, and hereby promise to pay, during the period of such tenancy at will, a fair market rental in the amount then agreed to by the parties, or, in the absence of such agreement or until such agreement is reached, an amount equal to two (2) times the Installment Amount as and when provided for in the Specific Terms hereof, and the Sellers shall have, in addition to all other remedies for the collection of rentals and the recovery of possession that are available to landlords under the laws of the State of Washington, the right to institute and maintain an action for summary possession of the Property as provided by law.

17. PURCHASERS' REMEDIES. In the event the Sellers should default in any of their obligations under this contract and such default continues for fifteen (15) days after the Purchasers give the Sellers written notice specifying the nature thereof and the acts required to cure the same, the Purchasers shall have the right to specifically enforce this contract, institute suit for their damages caused by such default, or pursue any other remedy which may be available to the Purchasers at law or in equity.

18. REMEDIAL ADVANCES. If either party to this contract shall fail to timely pay and discharge any payments or sums for which they have agreed to be responsible herein and said failure

constitutes a default under this contract, or shall by any other act or neglect violate the terms and any conditions of this contract, the other party hereto may pay, effect or discharge such sums as are necessary to cure such default. Upon affording the party required to make such payment not less than fifteen (15) days' prior written notice (except in any instance in which the Purchasers fail to obtain or maintain any insurance required herein or when immediate payment is required to avoid immediate hazards to persons or property or any foreclosure of or a similar action against or affecting any portion of the Property, in which cases such notice may be given concurrently with or immediately following such payment). The party making such payment may recover from the defaulting party, upon demand, or through offsetting the same against existing or future debts, the full cost and expense of so doing, including their reasonable attorneys' fees and together with interest on said expenditures and fees at the Default Rate from the date of expenditure to and including the date of collection or the due date of any sum against which such offset is effected.

19. CUMULATIVE REMEDIES; WAIVERS. The remedies stated herein are cumulative and not mutually exclusive and the Sellers or the Purchasers may pursue any other or further remedies to enforce their respective rights under this contract; provided, however, except as provided in this contract with respect to the Purchasers' transfer of the Property, the Sellers shall not have the right to accelerate the remaining balance of the Purchase Price in the event the Sellers elect to forfeit the Purchasers' interest in the Property and such forfeiture is being enforced or is completed. In any action or proceeding to recover any sum or to enforce any remedy provided for herein, no defense of adequacy of security or that resort must first be taken against any particular security or any other person shall be asserted, and the Purchasers hereby expressly waive any legal or equitable rights that the Purchasers may have with respect to marshaling of assets. The Sellers shall not be required to tender their deed as a condition precedent to the enforcement of any remedy hereunder. In the event any check is tendered which is not honored upon first presentation because of any stop payment directive or insufficient funds, the payee's rights shall be reinstated as if such check had not been delivered. No waiver of any rights of either party under this contract shall be effective unless specifically evidenced in a written agreement executed by the waiving party. Any forbearance, including, without limitation, a party's acceptance of any payment after the due date or any extension thereof, shall not be considered a waiver of such party's rights to pursue any remedy hereunder for subsequent defaults of the same or a different nature or for breach of any other term, covenant or condition hereof.

20. COSTS AND ATTORNEYS' FEES. If either party shall be in default under the contract, the nondefaulting party shall have the right, at the defaulting party's expense, to retain an attorney to make any demand, enforce any remedy, or otherwise protect or enforce their rights under this contract. The defaulting party hereby promises to pay all costs and expenses so incurred by the nondefaulting party, including, without limitation, arbitration and court costs, notice expenses, title search expenses, and reasonable attorneys' fees (with or without arbitration or litigation), and the failure of the defaulting party to promptly pay the same shall in itself constitute a further and additional default. In the event either party hereto institutes any action (including



arbitration), to enforce the provisions of this contract, the prevailing party in such action shall be entitled to reimbursement by the losing party for their court costs and reasonable attorneys' fees. All reimbursements required by this paragraph shall be due and payable on demand, may be offset against any sum owed to the party so liable in order of maturity, and shall bear interest at the Default Rate from the date of demand to and including the date of collection or the due date of any sum against which the same is offset.

21. NOTICES. Any notices required or permitted by law or under this contract shall be in writing and shall be sent by first class certified or registered mail, return receipt requested, with postage prepaid, to the parties' addresses set forth in the Specific Terms of this contract. Either party may change such address for notice and, if payments are not made to an escrow or collection account, the Sellers may change the address for payments, by designating the same to the other party herein in the manner hereinabove set forth and by causing a copy of such change to be properly recorded. All notices which are so addressed and paid for shall be deemed effective two (2) business days following the deposit thereof in the U.S. mail, irrespective of actual receipt of such notice by the addressee.

22. TIME OF PERFORMANCE. Time is specifically declared to be of the essence of this contract and of all acts required to be done and performed by the parties hereto, including, but not limited to, the proper tender of each of the sums required by the terms hereof to be paid.

23. PARAGRAPH HEADINGS. The underscored word or words appearing at the commencement of paragraphs and subparagraphs of this contract are included only as a guide to the contents thereof and are not to be considered as controlling, enlarging, or restricting the language or meaning of those paragraphs or subparagraphs.

24. GENDER AND NUMBER. The use of any gender or neutral term shall include all genders, and the use of any number shall be construed as singular or plural, as the case may require. The terms "Purchasers" and "Sellers" refer to either the singular or the plural, as the case may be.

25. DEFINITIONS. As used herein the term "Property" means all of the estate, right, title and interest currently held and hereafter acquired by the Sellers in and to the Real Property described herein and the rights, easements, privileges and appurtenances thereunto belonging or appertaining, and any repairs, improvements, replacements and additions thereto whether made, erected or constructed by the Sellers or the Purchasers prior or subsequent to the date hereof. All capitalized terms of this contract shall have the meanings ascribed herein or set forth opposite the same in the Specific Terms of this contract. References to the Sellers' deed or fulfillment deed herein shall include assignments of a vendee's interest under a prior real estate contract; provided, however, any form of conveyance shall contain the warranties to which the Purchasers are entitled under this contract or other agreement with the Sellers.

26. INVALIDITY. In the event any portion of this contract should be held to be invalid by any court of competent jurisdiction, such holding shall not affect the remaining

provisions hereof. The intention of the Sellers is to charge the Purchasers a lawful rate of interest, and in the event it is determined by any court of competent jurisdiction that any rate herein provided for exceeds the maximum permitted by law for a transaction of the character evidenced by these presents, the amount so determined to be above the legal rate shall be applied against the last installments of principal due hereunder or, if such principal has been paid, or otherwise at the discretion of the then holder of this contract, said excess shall be refunded to the Purchasers on demand without interest, and the interest rates specified hereunder shall be reduced to the maximum rate then permitted by law for the type of transaction to which this contract pertains. The intention of the parties hereto is to assess a legal rate of interest on default, and if the Default Rate is determined by any court of competent jurisdiction to exceed the maximum rate of interest permitted by law for such purposes, the Default Rate shall be reduced to the highest rate so permitted, with any excess theretofore paid being applied against any debt of the defaulting party in inverse order of maturity, or if in excess of such debt, being refunded upon demand without interest.

27. LEGAL RELATIONSHIPS. The parties to this contract execute the same solely as a seller and a buyer. Any married person executing this contract hereby pledges his or her separate property and marital communities in satisfaction hereof.

28. SUCCESSORS. Subject to the restrictions contained herein, the rights and obligations of the Sellers and the Purchasers shall inure to the benefit of and be binding upon their respective estates, heirs, executors, administrators, successors and assigns; provided, however, no person to whom this contract is pledged or assigned for security purposes by either party hereto shall, in the absence of an express, written assumption of such party, be liable for the performance of any covenant herein. Any assignee of any interest in this contract, or any holder of any interest in the Property, shall have the right to cure any default in the manner permitted and between the time periods required of the defaulting party, but except as otherwise required by law, no notices in addition to those provided for herein need be given.

29. APPLICABLE LAW. This contract shall be governed and interpreted in accordance with the laws of the State of Washington and the venue of any action brought to interpret or enforce any provision of this contract shall be laid in the county in which the Real Property is situated. All sums herein referred to shall be calculated by and payable in the lawful currency of the United States.

30. ENTIRE AGREEMENT. This contract contains the entire agreement of the parties hereto and, except for any agreements or warranties otherwise stated in writing to survive the execution and delivery of this contract, supersedes all of their previous understandings and agreements, written and oral, with respect to this transaction. Neither the Sellers nor the Purchasers shall be liable to the other for any representations made by any person concerning the Property or regarding the terms of this contract, except to the extent that the same are expressed in this instrument. This contract may be amended only by written instrument executed by the Purchasers and the Sellers subsequent to the date hereof.