MORTGAGE

The Mortgagors, HERBERT R. THOMAS and FREDA A. THOMAS, husband and wife

Washougal, Washington

Hereby mortgage to Clarke County Savings and Loan Association, a Washington corporation, the following described real property situated in County, State of Washington, to-wit:

Commencing at the Southwest corner of Section 1, Township 1 North, Range 5 E.W.M.; thence East 2000 feet; thence South 23 feet to the Northerly line of the Evergreen Highway; thence North 57°20' East along the Northerly line of the Evergreen Highway a distance of 993.13 feet to the initial point of the tract hereby described; thence from said initial point North 29°30' West 93.5 feet; thence North 46° lh' West 82.0 feet; thence North 57°35' West 82.7 feet; thence North 22005' East 145.0 feet; thence North 52000' East 100,0 feet; thence North 62012 East 275.0 feet; thence North 84 10' East 94.0 feet; thence South 33 06' East 196.92 feet to the county road; thence following Northerly line of the county road South 30°15' West 128.0 feet to the intersection of the Northerly line of Evergreen Highway; thence South 57°20' West 389.07 feet to the initial point of tract described, containing 3.5 acres more or less.

and all interest or estate therein that the mortgagors may hereafter acquire, together with the appurtenances and all awnings, window shades, screens, mantles, and all plumbing, lighting, heating, cooling, ventilating, elevating and watering apparatus, furnace and heating systems, water heaters, burners, fuel storage bins and tanks and irrigation systems, and all built-in mirrors and cupboards and cabinets, and all trees, gardens and shrubbery, and other like things and matters, and other fixtures whether now or hereafter belonging to or used in the enjoyment of the said property, all of which shall be construed as a part of the realty.

All to secure the payment of the sum of THREE THOUSAND SEVEN HUNDRED and NO/100- -

with interest thereon, and payable in monthly installments of \$ 42.50

beginning on the let day of September . 1956, and payable on the let day of each month thereafter, according to the terms and conditions of one certain promissory note bearing even date herewith.

This mortgage lien shall continue in force as security for any advances made by mortgagee to mortgagor.

The Mortgagors hereby (jointly and severally if more than one) covenant and agree with the Mortgagee as follows:

That the Mortgagors have a valid, unincumbered title in fee simple to said premises, and will warrant and forever defend the same against the lawful claims and demands of all person whomsoever.

That the Mortgagors will during the continuance of this mortgage, permit no waste or strip of the mortgaged premises.

That the Mortgagors will pay said promissory note according to its terms. Should the Mortgagors fail to pay any installment of principal or interest provided for in said note, or any sum due under this mortgage, or breach of any covenant or agreement herein contained, then the entire debt secured by this mortgage shall, at the election of the Mortgagee, become immediately due and payable. Should the Mortgagors fail to pay any sum which they are required to pay, the Mortgagee may, without waiver of any remedy hereunder for such breach, make full or partial payment thereof, and the amount so paid with interest thereon at 10% per annum shall become immediately payable to the Mortgagee and shall be secured by this mortgage. Any payments made by the Mortgagors upon the indebtedness secured by this mortgage may be applied as the Mortgagee may elect either upon the amount which may be due upon said promissory note or upon any amount which may be due under the provisions of this mortgage.

That the Mortgagors will keep all buildings thereon continuously insured against loss or damage by fire and such other hazards as the Mortgagee may specify to the extent of the amount due hereunder, in some responsible insurance company or companies satisfactory to the Mortgagee and for the protection of the latter, and that the Morgagors will cause all insurance companies satisfactory to the mortgagee and for the protection of the latter, and that the storgagors will cause all insurance policies to be suitably endorsed and delivered to the Mortgagee, together with receipts showing payment of all premiums due therefor, and that the Mortgagors will keep no insurance on said building other than as stated herein. That it shall be optional with the Mortgagee to name the company or companies and the agents thereof by which the insurance shall be written, and to refuse acceptance of any policy offered, and to surrender and cause to be cancelled any policy which may be received or accepted and to place the insurance or cause the policies to be written, all at the cost, charge and expense of the Mortgagors; but no event shall the Mortgagors held responsible for failure to have any insurance written or for any loss or demand acceptance or demand acceptance or demand or d in no event shall the Mortgagee be held responsible for failure to have any insurance written or for any loss or damage growing out of a defect in any policy, or growing out of the failure of any insurance company to pay for any loss or damage insured against. That the Mortgagee is authorized to compromise and settle any claims for insurance, and to receipt therefor on behalf both of the Mortgagors and their assigns and the Mortgagee.