(All situated in Skamania County, State of Washington)

REAL PROPERTY

A tract of land located in Sections 1 and 2, Township 2 North, Range 7 E. W. M., including a portion of the Baughman D. L. C., described as follows:

Beginning at a point 300 feet west of the southeast corner of Government Lot 8 of the said Section 1, thence north to a point 560 feet southerly, when measured at right angles, of the center line of that certain county road formerly designated as State Highway No. 8, said point being the initial point of the tract hereby described; thence north 63° 24' east parallel to, and 560 feet distant from when measured at right angles, the center line of the said road to intersection with the center of Rock Creek; thence southerly along the center of Rock Creek to its intersection with the quarter section line running north and south through the center of the said Section 1; thence south along said quarter section line to its intersection with the west bank of the westerly outlet of Rock Creek; thence following said west bank southerly to the northwesterly right of way line of the Spokane, Portland and Seattle Railway Company; thence south 52° 13' west following the northwesterly right of way line of said railway company crossing the west line of the said Section 1 to a point in the said Section 2 marking the intersection between the northerly right of way line of said railway and the southerly line of the aforesaid county road formerly designated as State Highway No. 8; thence in a northeasterly direction following the southeasterly right of way line of said county road into the said Section 1 and thence following the southeasterly right of way line of said county road to a point due north of the initial point; thence south to the initial point;

EXCEPT (1) Beginning at a point in Section 2, Township 2 North, Range 7 E. W. M., on the easterly line of State Highway No. 8 as located in 1926 in the center of a concrete culvert 200 feet northeasterly from the intersection of the easterly line of said highway with the northwesterly right of way line of the Spokane, Portland and Seattle Railway Company; thence northeasterly along the easterly line of said highway 230 feet; thence at right angles easterly to the northwesterly right of way line of said railway company; thence southwesterly along said railway right of way line to intersection with the said highway as formerly located; thence northeasterly along the easterly line of said highway 200 feet to the point of beginning;

EXCEPT (2) A tract of land conveyed to J. J. Houser by deed dated January 9, 1942, and recorded June 8, 1943, at page 482 of Book 29 of Deeds, Records of Skamania County, Washington, including rights of ingress and egress thereto and easement for road purposes as described in said deed;

EXCEPT (3) The following described tract of land: Beginning at the intersection of the north line of the Baughman D. L. C. with the southeasterly right of way line of the county road formerly designated as State Highway No. 8; thence northeasterly along the southeasterly right of way line of said county road 105 feet; thence east 50 feet; thence south to the north line of the Baughman D. L. C.; thence west to the point of beginning; together with the right of ingress and egress thereto over flooded properties formerly owned by Edward Fields et ux; and

EXCEPT (4) All that portion of the following described tract lying southeasterly of a line parallel to and 20 feet distant southeasterly at right angles from the center line of the main railroad tract leading to the Hegewald Timber Company's mill as described in deed dated September 26, 1956, and recorded at page 376 of Book 42 of Deeds: Beginning at a point marking the intersection of the section line between Sections 1 and 2, Township 2 North, Range 7 E. W. M., and the northwesterly right of way line of the Spokane, Portland and Seattle Railway Company, thence south 54° 04' west 17 feet, more or less, along said northwesterly right of way line to a point 45 feet distant northwesterly (measured at right angles) from the center line of Primary State Highway No. 8 at Engineering Survey station 100 00, thence north 35° 56' west 15 feet to the initial point of the tract hereby described; thence south 54° 04' west 610 feet more or less to the easterly line of a tract of land conveyed to F. Herbert Wilson et ux. by deed dated March 23, 1937, and recorded at page 239 of Book Z of Deeds; thence in a northwesterly direction following the easterly line of said tract 105 feet, more or less, to the southeasterly right of way line of the county road formerly designated as State Highway No. 8; thence in a northeasterly direction along the southeasterly line of said county road to a point north 38° 56' west from the initial point; thence south 38° 56' east to a point 135 feet distant from the initial point; thence north 540 041 east 200 feet; thence south 35° 56' east 135 feet to the northwesterly right of way line of Primary State Highway No. 8; thence south 540 041 west 200 feet to the point of beginning.

(Page 1 of ____ Pages of Detailed Property Schedule, attached to and incorporated by reference in Mortgage dated <u>FIHR (1-1-1737</u>, by and between Hegewald Timber Co., Inc., as Mortgagor, and Small Business Administration, as Mortgagee.)