SKAMANIA COUNTY

THIS INDENTURE, made this 16 day of 2004.

1958, between T. & S. TIE MILLS, INC., a corporation organized and existing under and by virtue of the laws of the State of Washington, having its principal place of business at Woodland, Washington, and TED MADDUX and SYLVIA MADDUX, his wife, hereinafter called the "Mortgagors," and NATIONAL BANK OF WASHINGTON, TACOMA, WASHINGTON, a national banking association, having its principal place of business at Tacoma, Washington, hereinafter called the "Mortgagee,"

WIINESSEIH:

That for and in consideration of the sum of One Hundred Ten Thousand and no/100 (\$110,000.00) Dollars, to them in hand paid by the Mortgagee, the receipt whereof is hereby acknowledged, the Mortgagors have granted, bargained, sold, conveyed and mortgaged, and by these presents do bargain, sell, grant, convey and mortgage unto the Mortgagee and its successors and assigns, the following-described real and personal property situate and being in Cowlitz and Skamania Counties in the State of Washington, to-wit:

A. Cowlitz County Properties

Parcel No. 1

The Northwest quarter of the Northwest quarter (NWK) And Section 3, Township 5 North, Range 1 East of Willamotte Meridian.

Parcel No. 2

That part of Section 33, Township 6 North, Range 1 East of the Willamette Meridian, more particularly described as follows: Beginning at the Southeast corner of said Section 33; thence North along the Eastern boundary line of Section 33 approximately 760 feet to the County Road; thence Westerly along the right of way of said County Road to a point where said County Road intersects the Southern boundary line of said