

Mills, Inc., as mortgagor therein, and Peerless Trailer and Truck Service, Inc., as mortgagee therein, covering 1 dual axle logging trailer, bearing Serial No. 571408, 1 Peerless trailer, Model No. FIC2LB, Serial No. 571287, and 1 Peerless trailer, bearing Model No. L2T2PN, Serial No. 571311.

and that they will warrant and defend the aforesaid mortgaged property and all the rights, privileges and appurtenances thereunto belonging or in any wise appertaining and the title thereto unto the Mortgagee, its successors and assigns, against any adverse claims whatsoever, except as aforesaid. The Mortgagors hereby specially covenant:

- (1) That the remaining unpaid balance of principal secured by the mortgage shown as Exception (a) above is the sum of \$ 23,099.12, and no more.
- (2) That the remaining unpaid balance of principal secured by the mortgage shown as Exception (b) above is the sum of \$31,070.64, and no more.
- (3) That the remaining unpaid balance of principal secured by the mortgage shown as Exception (c) above is the sum of \$ 2,600.00, and no more.
- (4) That the unpaid balance of purchase price evidenced by the executory real estate contract described as Exception (q) above is the sum of \$4,800.00, and no more.
- (5) That the unpaid balance of purchase price evidenced by conditional sale contract described as Exception (r) above is the sum of \$14,213.76, and no more.
- (6) That the unpaid balance of purchase price evidenced by conditional sale contract described as Exception (s) above is the sum of \$15,612.10, and no more.
- (7) That the unpaid balance of purchase price evidenced by conditional sale contract described as Exception (t) above is the sum of \$11,668.02, and no more.
- (8) That the remaining unpaid balance of principal secured by the chattel mortgages described as Exceptions (u) and (v) above is the sum of \$12,579.20, and no more, said mortgages securing the same indebtedness.

That the Mortgagors will make all payments, whether principal or interest or both, and faithfully observe, keep and perform all the