CABIN SITE LEOSE

WATER FRONT RECREATION, INC., a Washington or repration, her another called Lossor, in

to predentice allow reme to be pold and covered a to reperformed by Robert M. & Junie M. Dorr

15780 3. W. Anthumn J. e. Beaverton, Oregon 97005 the first could be seen, losses to be use the following described cabin site on the terms and conditions stated herein:

Dabin sits munbon 81 of the North Woods as shown in rd on Exhibit "A" attached Hereto (all distances being approximations), being part of Jovennent Lots 4 and 8, Seption 20, Townshits 7 North, Range 6 East, W.M., Sh. mania County, Washington, SDBJECT, however to an essenient for right. I way not access road acquired by the United State 1 of America, United States Forest Service.

SECTION 1. OCCUPANCY

1.01 Term. This Lease is granted for the period beginning <u>September 1</u>, 1972 , and training on Julie 1, 2025, unless sopper terminated as hereinafter provided.

1.02 Mistor Lossy. Lessor holds the above described premises under a lease, hereinafter referred to as The "mistor lesso," dated August 11, 1970, from the State of Washington, acting by and through the Department of Maturol Resources.

1.03 Master Leas Theorpointed. The master lease is on file with Lester and is available for inspection. Letters in the summer provisions, exceptions and reservations set forth in said master lease tests which Letters is a sub-lessed and incorporated herein by reference, including, without limiting the foregoing an estimant my right of way for an excess road acquired by the United States of America, United States Forest Service and the right of the States of Washington to inspect the premises at reasonable times.

SECTION 2, RENTAL

2.01 Basia Rental. As rental for each lease year, the Lessee shall pay the sum of Four Hundred

Cuenty Five pollers (\$.425.00

Lessee's enruel rental
Total annual rentals of sites

2.02 Rent Adjustmen. Lessor may, as of any enriversary date, increase the annual rental as follows:

(a) Under the master lea.s., Lessor's rental to the State of Washington may be increased on June 1, 1980, and at intervals of not less than ten (10) years thereafter. Lessor may increase Lesser's rental her ander at such times as Lessor's rental under the master less is increased. The amount of such increase that the Lesser hall be responsible for and required to pay shall equal the total rental increase under the master lesse to Lessor multiplied by the Lesser's annual rental of the Lessers of the sites in the North Woods. Annual rental as used herein shall mean the total rent the Lessee is required to pay to Lessor for the year immediately preceding the year of the increase. The eforesald formula is illustrated as follows:

Lessao's share Increase under master lause of increase to Lessor

(b) In addition to the increase permitted under subparagraph (a) above, Lessor may as of any anniversary date, increase the annual rental hereury ar on account of taxes and assessments against said real property in an annual, which togeth is with prior increases or account of taxes and assessments, shall not exceed the total of the amount by wall the said assessments on the land covered by the master lease exceeds such taxes for 1970, divided by the number of improved cabin sites on said anniversary date.

(c) Finally, every ten years beginning September 1, 1980, the annual rental shall, at the option of the Lessor, be adjusted to reliect the percent of increase from September 1,1970, in the Consumer Price Index as published by the Bureau of Labor Statistics, U.S. Department of Labor, that is, the annual rental each ye in for the succeeding ten years shall by increased as compared with the annual rental as set forth herein by the same percentage as the increase in said Container Price Index of fars from said Index for September 1, 1970

SECTION 3. LESSOR'S CONVENANTS

3.01 Danlaration. In order to preserve the natural beauty of the North Woods, to provide for the control Father reserrated therevin, improvements to be made thereon, and for the purpose of extending to the residents therein Alte greatest possible peace, a now nent, privacy, health, comfort, safety, and preservation of property values, Lessor deas Aversty centry and declare the with the sole exception of for 19, which is the North Woods Sales Office, the following reterrorisors, conditions, covenants, agreements and restrictions shall become and are hereby made a part of all leases of physicity within the plat of the North Woods at the same appears on the map curvey recorded in the office of the County sheditor of Skamania County, Washington.

3.02 Boat Dock. Lesso shall construct a boat dock for the common use of residents of the North Woods. In No event common use of residents of the North Woods. In November 1, 1972, it is hereby agreed that in lieu of such construction, Lt., shall contribute \$5,000.00 to the North Woods Association, hereinafter described in paragraph 5.09, for construction of such dock.

SECTION 4. USE OF SITE

4.01 Permitted Use. The cabin site shall be used only for residential purposes. No building shall be ersetes, altered, pisced, or permitted to remain on the salar se used only for residential purposes. No building said of ersets, altered, pisced, or permitted to remain on the cabin site other than one datached w. o's family dwalling and buildings incidented to residential use, and the cabin site shall not be further subdivided into building lots.

4.02 Condition of Site. The premises hereby leased it we been inspected by Lassee and and succepted in their present of

AAT Ventilas. No ventilas in venticles shall be parked in Yoadways. Vehicles shall not be operated carelessly or in waters of posted 31 and 3. No venticles shall be onerated at any sime without a muffler in good working order. Excessive motor noise or annoying sapakejere forbiddens.

A 94 Metrianance. All lots that at all time by tept in a clean, sortly, and wholesome condition and no treat, garbage filter, junk, boxes, containers, bottles, cans, man, molements, lumber or other building materials [[]]. The permitted to be or runnin excused on any lot and viole from any street or explaining or nearby premise.

The formation of the off remain exposed on any lock and while from any strott of a soloning or nearby premise.

A.05 tilgns: Plo vigns of P-y kind shall be displayed to the public view on any lot in the tract except of a strong of nor more than 18 inches by 2.4 inches in sta, advertising the property for sale or rent, and except state used by a builder of developer to advis like the property during the construction and sales period.

4.05 Vulkation. No nonloss or offensive via it of activity shall be cerried on or upon any lot in the tract and abytising by done triviton which may be or become a property or nulsance in the great.

Mage one - Canin Pite Lease

permitte of spark any cab the Nor

CABIN

except t not be a

ingress a

shall be

may ren

without complet

structio

develop to locat

simulate compos time suc Cabin S

NEW ADDRESS: P.G. BOX 603 AVERTON, ORE. 970

The not

The par the Sta mencin

past du membe but au

tract sh

Associa at the f respon time L PAGE:

SECTION IL IMPROVEMENTS continued

4.07 Animals. Ne animals, livestock, or politry of any kind shall be relied, bred, or kept on any lot, except that cats, dogs, or other invesehold pats may but kept, but not for any commercial purpose. Household pats shall not be allowed to become an annoy; use or nuisence to the neighborhood.

4.08 - cineration. Tecause of unpleasant odors and unsightliness, no individual incinerator will be permitted on any lot.

4.09 First and Fireplaces. Interior fireplaces, stoves, or other type burner must be fireproofed by use of sparkproof screens. All fires must be at "nguished before leaving cabin. No fires shall be lit or maintained outside of any cabin.

4.10 Firearms an. Freworks. Discharging firearms, firecreakers, rockets or any other fireworks within the North Woods area shall be prohibited.

4.11 Commercial Usa. No platted lot shall be used for any commercial purpose, except that a Lessee may rent his cabin from time, and in such case shall be responsible that his tenants abide by these covenants.

4.12 Motorbikes. No motorbike or motorcycle riding of any nature shall be allowed except for ingress and egress

4.13 Fire Extinguisher. One fire extinguisher (minimum two quart capacity) must be kep. in every cabin.

4.14 Trailers and Tents. No tent, house trailer, or mobile home, whether the same be on wheels or not, shall be permitted on any lot except during the period of cabin construction and for quests over a weakend period.

4.16 Solicitation. There shall be no solicitation or distribution of handbills or circulation of any kind without the written consent of Lessor.

4.16 Hose Bibs. One hose bib shall be installed on cutside well of each cabin for fire protection on or before completion of the cabin.

SECTION 5. IMPROVEMENTS

5.01 Plans Approved. No building shall be erected, placed, or altered on the cabin site until the construction plans showing the location of the structure have been approved by the Lessor as to conformity with plan of development, quality of workmanship and materials, harmony of external design and color with existing structures, and as to location with respect to topography and finish grade elevation. Such approval shall be in writing.

5.02 Building Materia. All building construction shall be of log or wood frame shade or simulated brick veneer construction in expressly prohibited. All roofs shall be of wood shingle or shake, or of an acceptable composition — color to be approved prior to application by the Lessor or such person or persons designated by Lessor.

5.03 Completion. Cabins must be completed from all outward appearance within one (1) year from the time such construction is started. Cabin construction must be started within three years from the date of the signing of Cabin Site Lease

5.04 Tree Removal. The Lessee of each cabin site may remove from said site all trees, shrubs, and foliage

b.04 Tree Removal. The Lessee or each cabin site hay remove from sale site all trees, sincessary to prepare the property for building subject to the following conditions:

As required by the State of Washington in the master lease, any tree whose diameter is over 8" at chest height must be marked by Lessee for Lessor's inspection. Lessor will then notify the Washington State Department of Nathul Hesources and request their standard appraisal of value. Lessee will then pay Lessor for the value of the tree before removal. Any additional clearing beyond that necessary for the construction of improvements shall be prohibited. The intent is to remove as few trees as possible to the end that the community remain potunital and rustice. end that the community remain natural and rustic.

5.05 Lot Markers. Lessee will use all cosonable care to make certain that the lot markers, as established by Lessor, are not moved or destroyed.

5.06 Improvements Other Than On Cabin Site. No improvements of any kind shall be constructed or placed upon any area covered by the master lease without Lessor's prior written consent.

5.07 Owner, hip of in provements. The master lease pro-idex as follows:

"8.04 Ownership of Sub-lessoe Improvements. All hundlings and improvements, excluding removable personal property and trade fixtures on the leasid site [North Woods] erected by Sub-lessee [Lessee herein] will remain on said site after expiration of this lease [master lease] or ter nination prior to the term of this lease (master lease) of any sub-lease (this lease) held by the State under the provisions of paragraph 5.09; provided, however, upon the expiration of the lease (master lease), if the State is unsuccessful in re-leasing the leased site (North Woods), as a unit, then each sub-lease (Lessee harein) shall have a preferential right as allowed by law to re-lease from the State its sub-leased area; provided, further, upon the termination or expirato release from the State its storessed area; proved, in their, upon the termination of this lease (master lease) or a sub-lease (this lease) assigned under paragraph 5.09 that as a condition of any re-lease of the leased site or sub-leased site to any other party made during the three year period following the State shall require the subsequent Lessee to purchase the Sub-lessee's [Lessee herein] interest in the improvements as allowed by law. Expiration, as used in this paragraph, shall mean the expiration of the lease as of May 31, 2025."

The parties hereto agree that the terms and conditions of the above quoted paragraph shall be applicable provided:

(a) That Lessee is not in default under any of the terms and conditions of this lease; and (b) That Lessee's lease expires May 31, 2025. In the event of earlier expiration of this lease, all buildings and improvements located upon the premises shell be the property of Lessor.

The parties hereto further agree that the benefits of paragraph 8.04 of the master lease shall be enforceable solely against the State of Washington.

3.08 Taxes and Assessments. The Lessee shall pay in ∠nnual payments all taxes and assessments that are now or arged or may become chargeable against the improvements plezed upon the cabin site, now or in the future, commencing with the taxes affect becoming due and provide a first become past due.

B.09. North Woods Association. The rotal in the plat and certain other common great a tail be held in the name of The North Woods Association, a non-profit as clatter, of which the Lesses of lots in the plat still be members. Said Association shall be responsible for the municaneous and repair of roads, the entire water system. Including but may limited to viater systems serving the cabins on the premises, docks and common areas and improvements thereon if any), as well as other community functions which may be given it by its members. The owners (Lesses) of lots in the tract shall be required to may dues of not less than one and one-half dollars (11s) per month ap inscessment to said Association for their reasonable share of the containing and duties of the Association. Said dues shall commence at the time 50 lots are leased. It is understood and agreed any Lessor shall and it is hereby delegated to fulfill all duties, responsibilities and functions of the North Woods Association until fifty (50) lots in the North Woods are leased. At that time Leaver shall call a meeting of all Lesses for the purpose of forming said Association.

Page : Two - Cabin site Lease

CABI

structe

alony a ment is road, f to each such m

receive connec

filling, connec

> plicaا pollutio site and

at the l accoun or dam which the Le applica

> intere tion o

ants, c of said the res

pliance recove appeal any ta

> any pa Comp missio and L

or not

fluctu or või

> tions comp violat reme

whom

this le

PAGE

efore

SECTION 6. UTILITIES

6.02 Recervation. Lessor receives to itself and to its successors and assignir elements in, under that along all it ads and other common areas in the plat for any utilities whether presently installed or not. In addition, as seen ment is reserved in an area five (5) feet by ten (10) feet in one corner of each lot (to its selections by Lessor) set, plains the read, for electric transformer vault and/or telephone and power service pedestals if any. And the assignment of the itself to each individual lot shall be subject to the right to cross over or under the same ulong the lot lines, with utility items such may be necessary in the development of this subdivision or adjoint it subdivisions.

6.03 Water. Each cabin site has or will be furnished water at ny near the lot line. Each losses agrees to receive water from the water system supplying the North Woods and further agrees to pay Lesser \$225.00 for the right to connect to said system

6.04 Meintenance. The lessee shell bear the responsibility and expense of furnishing, instilling, back-filling, and maintening each underground trench or other digging upon such cabin site which is necessary for any utility connections or facilities to serve such cabin site.

SECTION 7. MISCELLANEOUS

7.01 Lessee's Duties. Lessee agrees to comply strictly with the Lesser's rules and regulations and all plicable Federal, State, County, and Municipal laws, rules and regulations relating to all essivities content and while place including but not limited to, use of public or private roads, parking, fire and prevention of fire, public multiplication of streams or lokes, and to assume all obligations thereby imposed upon the Jessor. Lessor risky inspect the countries and cabin at any time to determine compliance with the terms of this loads.

7.02 Indemnification. Lessee hereby agrees to assume all risk of, and indemnify and hold harmlers, and at the Lessee's expense, defend the Lessor from and against, any claims, loss, cost, legal actions, liebility or orners a account of personal injury to or death of any persons whomsoever, including but not limited to employees of the Lessor or damage to or destruction of property to whomsoever belonging, including but not limited to complete the Lessor which might result from Lessee's activities on the lessed premises. The Lesson further agrees to indemnify and save harmless. the Lessor from any loss, cost, suit or expense resulting from Lessee's fallure to comply with any of the provisions of any applicable laws, rules or regulations.

7.03 Insurance. Lessee shall obtain fire, casualty and liability insurance as follows:

(a) Fire and casualty insurance in a sufficient amount to cover the replacement cost of any or all improvements upon the leased premises. Such insurance shall be carried by a responsible company or companies satisfactory to Lessor and the policy or policies shall be end used and derivered to Lessor with provision for thirty (30) days. notice of cancellation to Lessor.

(b) Liability and property insurance insuring I esset and Lesse against all liability for damages to persons or property caused by the maintenance, use or occupancy of the lessed premises or by reason of the conduct of any activity cerried on therein. Such insurance shall be carried by a responsible company or companies satisfactory to Lessor in amounts not less than the following limits, namely:

Bodily injury to or death of any one person, \$5,000,00;

Bodily injury or death resulting from any one accident to two or more persons, \$10,000.00; and

property damage, \$1,000.00.

Lessee shall deliver to Lessor certificates and receipts evidencing said policies of insurance and further provide with the company or companies for thirty (du) ... notice of cancellation to Lesson.

7.04 Assignment. Without the prior written co. ant of Lessor, Lessoe shall not assign this lease or any interest therein, or sublet, and no heir, executor, administrator, receier, trustee in bankruptdy or other assignee by operation of law shall assign or sublease without such written content.

7.05 Waiver. Any waiver by the Lessor of any provisions hereof must be in writing, and any of the corect ants, conditions, restrictions, in this lesse may be annulled, waived, changed, or modified with respect to all or any particular. of said property by Lessor at any time

7.06 Attorneys' Fees. In the event any action, s. t, proceeding or appeal therefrom is brought to collect the rent due or to become due hereunder, or any portion thereof, or to get possession of said premises, or to enforce compliance with this lease, or for failure to observe any of the covenants of this lease, the provailing party shall be entitled to recover such sum as the Court may adjudge reasonable as attorneys' fees to be allowed in said suit, action, proceeding or appeal therefrom in addition to such other relief granted by the Court.

7,07 Con lemnation. The parties hereto shall receive any sums or damages paid or awarded by reason of any taking, condemnation or acquisition during the existence of this lease as their interests therein shall then appear, whather or not by litigation, by any authority, person or corporation, whether public or private, of any title to or interest in all on any part of the premises.

7.08 Reserver Level. The Lessee acknowledges by signing this lease that Pacific Power and Light Company has the right to flur date the waters of Swift Reservoir at any time within the provisions of Federal Power Commission License No. 2111 or as amended. The Lessee shall waive all claims or damage and shall indefinify Pacific Power and Light Company, the Sute of Washington, Lessor or their successors, if any, against any claim of damage arising from fluctuation in reservoir level or impairment of recreational use of the reversity or shoreside or floating facilities.

7.09 Validity of Provisions. The determination of any Court that thy provisions of this lease are unlawful or void shall not affect the validity of any other prevision hereof.

7.10 Enforcement of Restrictions. Without in any way limiting the rights of Lassor, if the parties upon whom the provisions hereof are bin-ling, or any of them, shall violate or attempt to violate any of the reservations, restrictions or covenan's hereof, the Lessor or any lossed of land in the tract, shall have the right to comed partormance of or compliance with the provisions hereof, to abate and remove, at the expense of the offending lossed or lessees of the property any structures or eractions in violation of the provisions hereof, to recover demanages for any such violation or attempted violation of the provision, nercot and to prosecute any proceedings at law or in equity in furtherance of the algressid remedies in any Court having furisdiction of sich cases.

7.11 Reservations on Land All of the reservations, conditions, covenents, a configuration of the shall run with the land and shall be briding on the lessess of all property covered hereby and all fartles and persons claiming under them and on all property within the tract.

7.12 Assignment. Without limiting Lesso, 'e right to sell on exclor this lesse or land, Lessor may assign this lesse to a corporation, and if said corporation assumes to obligations of \(\) (assor he reunder, Lessor shall thereby be as lessed of and relieved from any and all obligations under this lesse.

SECTIONS. YERWINATION

8.0 | Default and Nichae, If any default thall the made on the hart of the Lassee in the observance or a.u.; Lenguit and noveled in the constant and needed in the design of the least by that to be observed or performed and leach default continues for slight, covering a system of the constant of the constant of the least by that to be observed or performed and leach default continues for slight (50) days after written indice, the least may, at its option, immediately terminate this least, for felt leasted interest indicent, and for this exclude the Leaste from the prediction from all rights herounder properties as the lable to the best of all liabilities incurred herounder properties to such termination. We want of any subsequent default. Service that the provided for her by the Least may be made by depositing such notice in the United States reals addressed to the Leaste at

57/0 6 W. Autumn Lane, Beaverton, Oregon 97005

H.02 Wissler Lease Termination. It is expressly understood that Lessot has leased the premiser from the State of Weshington for a period ending June 1, 2025. The master lease provides that in the event it is terminated for any reason whatsoever prior to the fuse termination date, such termination shall operate as a assignment to the state of Washington of this lease together with the unrestricted right of the State to receive payment of the rents herein provided from the date of said assignment.

8.03 (figilure to Provide Property Report. Lesses shall have the option to yold this lesse if he does not receive a property report prepared pursuant to the rules and regulations of the U.S. Department of Housing and Urban receivs a property report prepared pursuant to the rules and regulations of the U.S. Department of Housing and Unian Divelopment, in revence of, or at the time of, his signing the lease; and Lesses hall have the right to revoke this lease within 15 hours after signing the lease that receive the property report at least 48 hours before signing the lease. However, this obtains to void the lease shall not upply where Lesses has received the present yrened than the lease that or lots to be leased in advance of signing the lease and acknowledges by his signature that has not apply extending the lease and acknowledges by his signature that has not apply extending the lease and acknowledges by his signature that has not apply extending the lease of the long and indepartment of the long that have the option to void this lease if he does not receive a property to art present a pursuant to rules and regulations of the Oregon Subdivision Control Law ORS 92.210—2.990 in advance of the agraes which

Each and every provision of this lease shall bind and shall inure to the penefit of the recognize hors. representatives, successors and essigns of the parties. In five event lessee is more than one person, the libbids of each persons hereunder shall be joint and several.

B 04: Figsements. As shown on the plat of "Tive North Woods", 20 feet essements are reserved to the Lessor and its assigns on the water front portions of Lots 16, 17, 18, 19, 20, 21, 22, and 23 for purposes of community boat docks. Said essements shall not prevent lessees of the above lots from developing their own shoreside docks providing such facilities do not interfere with the boat traffic pattern of the community dock system.

Five foot easements are reserved to the Lessor and its assigns on the southerly lot line of Lot 10, and the northerly lot line of Lot 11 for access to 11 water front. Said access to sown as pathway to boat docks if it is determined by Lessor that additional boat docks are needed to serve "The North Woods" community.

IN WITNESS WHEREOF, the parties have executed this lease, in duplime, this _22ad_

September ACCE.

1972

WATER EBONT RECREATION, INC.

VICE President

Secretary

I FESOR

I (we) have received, read, and understand the PROPERTY REPORT p.epartment of Housing and Understand the PROPERTY REPORT p.epartment of Housing and Urban Development (office of Interstate Land Sales Registrations) and the PROPERTY REPORT prepared pursuant to rules and regulations of the Oragon Subdivision control law ORS 92,210 \Rightarrow 92,990. I.(we) also acknowledge that I (we) have inspected the lot to be

LESSEE

