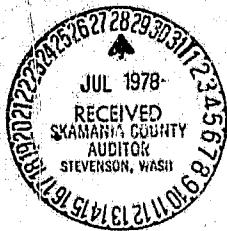


86911

THIS MORTGAGE, Made this 18th day of July, 1978,  
 by Clyde G. Knowles and Carol A. Knowles, Mortgagor,

to APAIR HOMES, INC., Mortgagee,  
 WITNESSETH, That said mortgagor, in consideration of Thirty-Two Thousand Eight Hundred  
 Nine and No/100-- Dollars, to him paid by said mortgagee, does hereby  
 grant, bargain, sell and convey unto said mortgagee, his heirs, executors, administrators and assigns, that cer-  
 tain real property situated in Skamania County, State of Oregon, bounded and described as  
 follows, to-wit:

Lot 4, Block 2, Plat of Relocated North Bonneville recorded in Book 8  
 of Plats, Page 8, under Skamania County File No. 83466 also recorded  
 in Book B of Plats, Page 24, under Skamania County File No. 84429,  
 Records of Skamania County, Washington.



Together with all and singular the tenements, hereditaments and appurtenances thereunto belonging  
 or in anywise appertaining, and which may hereafter thereto belong or appertain, and the rents, issues and  
 profits therefrom, and any and all fixtures upon said premises at the time of the execution of this mortgage  
 or at any time during the term of this mortgage.

TO HAVE AND TO HOLD the said premises with the appurtenances unto the said mortgagee, his  
 heirs, executors, administrators and assigns forever.

This mortgage is intended to secure the payment of One Demand note ., of which the  
 following is a substantial copy:

## DISCLOSURES

(Single Payment Note)

NOTICE: If this is a consumer credit transaction as defined by the Truth-in-Lending Act and Regulation Z, Federal law requires that the creditor, lender or payee MUST make disclosures to the borrower or maker, for which purpose the following or similar form must be used; if this is not a consumer credit transaction, a note form similar to that below, but without printed dis- closures, is available.)	
Proceeds . . . . .	\$ 32,809.00
2	
3. Amount financed (1 + 2) . . . . .	\$ 32,809.00
4. FINANCE CHARGE: interest	\$ 1,968.54
Other	\$ 1,968.54
5. Number of payments	1 Total of payments 3 + 4 \$ 34,777.54
6. ANNUAL PERCENTAGE RATE	%

The note below is payable on demand; interest is payable AT MATURITY ; interest computed above is for a  
 period of 6 months; if sooner paid, no part of FINANCE CHARGE will be refunded, but pre-computed interest, then unearned, will  
 be deducted.

I/We acknowledge receipt of a copy of the (1) note below and (2) above disclosures before signing the note.

X / We acknowledge receipt of a copy of the (1) note below and (2) above disclosures before signing the note.  
 Maker \_\_\_\_\_

X / We acknowledge receipt of a copy of the (1) note below and (2) above disclosures before signing the note.  
 Maker/Borrower \_\_\_\_\_

\$ 32,809.00

July 18, 1978

ON DEMAND, I (or if more than one maker) we, jointly and severally, promise to pay to the order of  
 APAIR HOMES, INC.

at 1111 S.W. 170th, Beaverton, Or. 97005

Thirty-two Thousand Eight Hundred Nine and No/100-- DOLLARS,  
 less interest thereon at the rate of 10 percent per annum from July 18, 1978 until paid. Interest to be paid  
 AT MATURITY . All or any portion of the principal hereof may be paid at any time. If this note is placed in the hands of  
 an attorney for collection, I/we promise and agree to pay the holder's reasonable attorney's fees and collection costs, even though no suit  
 or action is filed herein; however, if a suit or an action is filed, the amount of such reasonable attorney's fees shall be fixed by the court  
 in courts in which the suit or action, including any appeal therein, is tried, heard or decided.

(If this note, without disclosures, is required  
 for other purposes, such a form is available.)

Form No. 1346—Truth-in-Lending Sales—DEMAND NOTE. 18

Seventy-Eight Law Publishing Co., Portland, Ore.

Notice to the mortgagee, and will pay for filing the same in the proper public offices or offices, as well as the cost of all fees  
 assessed made by filing offices or searching agencies as may be deemed desirable by the mortgagee.



The mortgagor warrants that the proceeds of the loan represented by the above described note and this mortgage are to be primarily for mortgagor's personal, family, household or agricultural purposes (see Important Notice below).

Now, therefore, if said mortgagor shall keep and perform the covenants herein contained and shall pay said note according to its terms, this conveyance shall be void, but otherwise shall remain in full force as a mortgage to secure the performance of all of said covenants and the payment of said note; it being agreed that a failure to perform any covenant herein, or if it is proven default of any kind be taken to foreclose any lien on said premises or any part thereof, the mortgagor shall have the option to declare the whole amount unpaid on said note or on this mortgage at once due and payable, and this mortgage may be taken closed at any time thereafter. And if the mortgagor shall fail to pay - y to - or charges of any kind, encumbrance or impairment in his above provided for, the mortgagor may at his option do so, and any payment so made shall be added to and become a part of the debt secured by this mortgage, and shall bear interest at the same rate as said note without waiver.

Each and all of the covenants and agreements herein contained shall apply to and bind the heirs, executors, administrators and assigns of said mortgagor and of said mortgagee respectively.

In case suit or action is commenced to foreclose this mortgage, the Court may upon motion of the mortgagee, appoint a receiver to collect the rents and profits arising out of said premises during the pendency of such foreclosure, and apply the same, after first deducting all of said receiver's proper charges and expenses, to the payment of the amount due under this mortgage.

In construing this mortgage, it is understood that the mortgagor or mortgagee may be more than one person; that if the context so constrains, the singular pronoun shall be taken to mean and include the plural, the masculine, the feminine and the neuter, and that generally all grammatical changes shall be made, assumed and implied to make the provisions hereof apply equally to corporations and to individuals.

IN WITNESS WHEREOF, said mortgagor has hereunto set his hand the day and year first above written.

**IMPORTANT NOTICE:** Date by hand or, whenever required, on file, is not conclusive if warranty (or) is applicable and if no mortgage is or contains an "as is" word is defined in the Truth-in-Lending Act and Regulation Z, the mortgagee MUST comply with the Act and Regulation by making certain disclosures; for this purpose, if this instrument is to be a FIRST lien to finance the purchase of a dwelling, use Stevens-West Form No. 1305 or equivalent; if this instrument is NOT to be a first lien, use Stevens-West Form No. 1306, or equivalent.

STATE OF OREGON,

County of Washington

BE IT REMEMBERED, That on this 18th day of July, 1978, before me the undersigned, a notary public in and for said county and state, personally appeared the within named

Clyde G. Knowles and Carol A. Knowles

known to me to be the identical individual(s) described in and who executed the within instrument and acknowledged to me that they executed the same freely and voluntarily.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal the day and year last above written:

*Debra J. Taylor*  
Notary Public for Oregon  
My Commission expires 12-7-79

## MORTGAGE

(WOMA No. 103A)

STEVENS WEST LAW FIRM, PORTLAND, ORE.

Clyde G. Knowles and  
Carol A. Knowles

TO

ADAIR HOMES, INC.

AFTER RECORDING RETURN TO  
ADAIR HOMES, INC.  
1111 S.W. 170th.  
Beaverton, Ore. 97005  
ATTN: BONNI

869.11

STATE OF OREGON  
WASHINGTON

County of *Washington*

ss.

I certify that the within instrument was received for record on the 28 day of July, 1978, at 11:30 o'clock A.M., and recorded in book 35 on page 66 or as file/reel number Record of Mortgages of said County.

Witness my hand and seal of County affixed,

*E.P. Tolle*  
By *Debra J. Taylor* Deputy

REGISTERED	SPACE RESERVED
INDEXED: <i>1110</i>	
IMPROPRIETARY USE	
RECORDED:	
COMPARED	
MAILED	