THIS MORTGAGE SECURES THE PERFORMANCE OF THE COVENANTS AND AGREEMENTS

HEREINAFTER CONTAINED, AND THE PAYMENT OF THE DEBT REPRESENTED BY ONE PROMISSORY NOTE

MADE BY THE MORTGAGORS TO THE ORDER OF THE MORTGAGEE, OF EVEN DATE HEREWITH, FOR

THE PRINCIPAL SUM OF ONE THOUSAND DOLLARS (\$1000.00), WITH INTEREST THEREON FROM

DATE UNTIL MATURITY AT THE RATE OF 5\frac{1}{3} PER CENT PER ANNUM, PAYABLE SEMI-ANNUALLY,

ON THE WHOLE OF SAID PRINCIPAL SUM FROM TIME TO THE REMAINING UNPAID, BOTH PRINCIPAL AND INTEREST BEING PAYABLE TO THE SAID MORTGAGEE AT ITS OFFICE IN THE CITY OF

SPOKANE, STATE OF WASHINGTON, ON AN AMORTIZATION PLAN IN INSTALLMENTS AS IN THE

SAID PROMISSORY NOTE PROVIDED. SAID NOTE MATURES IN 34\frac{1}{2} YEARS FROM DATE HEREOF,

UNLESS MATURED SOONER BY EXTRA PAYMENTS ON ACCOUNT OF PRINCIPAL; AND PROVIDES ALSO

FOR REASONABLE ATTORNEY'S FEE IN ADDITION TO OTHER COSTS IN CASE OF SUIT THEREON.

EACH OF THE MORTGAGORS COVENANTS THAT THEY ARE LAWFULLY SEIZED OF SAID PREMISES IN FEE SIMPLE, HAVE GOOD RIGHT AND LAWFUL AUTHORITY TO CONVEY AND MORTGAGE SAID PREMISES IN THE MANNER AND FORM AFORESAID, AND THAT SAID PREMISES ARE FREE FROM ENCUMBRANCE, AND EACH OF THE MORTGAGORS SHALL AND WILL WARRANT AND DEFEND THE SAME FOREVER AGAINST THE LAWFUL CLAIMS AND DEMANDS OF ALL PERSONS WHOMSOEVER, AND THIS COVENANT SHALL NOT BE EXTINGUISHED BY ANY FORECLOSURE HEREOF, BUT SHALL RUN WITH THE LAND.

AND EACH OF THE MORTGAGORS FURTHER COVENANTS AND, AGREES:

TO PAY ALL DEBTS AND MONEYS SECURED HEREBY, WHEN FROM ANY CAUSE THE SAME SHALL BECOME DUE:

NOT TO PERMIT OR SUFFER ANY TAX, ASSESSMEST, OR OTHER LIEN OR ENCUMBRANCE PRIOR TO THE LIEN OF THIS MORTGAGE, TO EXIST AT ANY TIME AGAINST SAID PREMISES:

TO PROCURE AND DELIVER TO THE MORTGAGEE BEFORE ANY INTEREST OR PENALTY ON ANY TAX OR ASSESSMENT SHALL BEGIN TO RUN OR ACCRUE, THE OFFICIAL RECEIPT OF THE PROPER OFFICER SHOWING PAYMENT THEREOF;

NOT TO COMMIT OF SUFFER WASTE UPON SAID PREMISES, AND TO KEEP ALL ORCHARDS ON SAID LAND PROPERLY IRRIGATED, CULTIVATED, SPRAYED AND CARED FOR;

TO COMPLETE ALL BUILDINGS IN COURSE OF CONSTRUCTION, OR ABOUT TO BE CONSTRUCTED THEREON, WITHIN A REASONABLE TIME FROM THE DATE HEREOF IN ACCORDANCE WITH THE AGREEMENT HERETOFORE MADE BETWEEN THE PARTIES HERETO;

TO KEEP ALL BUILDINGS IN GOOD REPAIR AND UNCEASINGLY INSURED AGAINST LOSS
OR DAMAGE BY FIRE IN MANNER AND FORM SATISFACTORY TO THE MORTGAGEE, AND IN A COMPANY
OR COMPANIES TO BE APPROVED BY THE MORTGAGEE, IN SUCH SUM AS SHALL BE APPROVED BY
THE MORTGAGEE; TO PAY ALL PREMIUMS AND CHARGES ON ALL SUCH INSURANCE WHEN DUE; TO
DEPOSIT WITH THE MORTGAGEE ALL INSURANCE POLICIES WHATSOEVER AFFECTING THE MORTGAGED PREMISES, WITH RECEIPTS SHOWING PAYMENT IN FULL OF ALL PREMIUMS AND CHARGES
AFFECTING SAID POLICIES, AND COVENANTS THAT ALL INSURANCE WHATSOEVER AFFECTING THE
MORTGAGED PREMISES SHALL BE MADE PAYABLE, IN CASE OF LOSS, TO THE MORTGAGEE, WITH A
MORTGAGE SUBROGATION CLAUSE IN FAVOR OF AND SATISFACTORY TO THE MORTGAGEE. IN CASE
OF PAYMENT OF ANY POLICY OR ANY PART THEREOF, THE AMOUNT SO PAID SHALL BE APPLIED
EITHER UPON THE INDEBTEDNESS SECURED HEREBY OR IN REBUILDING OR RESTORING THE PREMISES,
AS THE MORTGAGEE MAY ELECT.

THE MORTGAGORS IN ORDER TO QUALIFY AS BORROWERS FROM THE MORTGAGEE, HAVE BECOME, OR ARE ABOUT TO BECOME, THE OWNERS OF STOCK IN A NATIONAL FARM LOAN ASSOCIATION, AND HEREBY COVENANT AND AGREE FOR THEMSELVES, THEIR HEIRS AND ASSIGNS, THAT ANY TRANSFER BY OPERATION OF LAW OF THE LANDS HEREIN MORTGAGED SHALL OPERATE AS A