

MORTGAGE RECORD U

SKAMANIA COUNTY, WASHINGTON

severally become due. The Maker hereof agrees to pay both principal and interest at Title and Trust Company, Portland, Oregon (or its successor), in gold coin of the United States of America of or equal to the standard of weight and fineness existing on the date hereof, without deduction for any tax or taxes or governmental charges which may be imposed thereon by any present or future law of the United States of America, or any state, county or municipality therein, which the Maker or trustee may be required or permitted to pay or to deduct or to retain therefrom, except estate or inheritance taxes and income taxes on the interest of this bond, but the Maker will pay the normal Federal income tax upon said interest not exceeding a rate of two (2) per cent per annum, which may become payable to the United States by any holder hereof under any existing or future Act of Congress.

This bond is one of an authorized issue of \$500,000, \$310,000 thereof are to be issued upon the execution and recordation of the mortgage hereinafter mentioned, all being of the same date and tenor as this bond, except as to denominations and distinguishing numbers, \$210,000 par value thereof maturing July 1, 1945, and \$100,000 par value thereof maturing July 1, 1950. The remaining \$190,000 par value of said authorized issue, or any part thereof, if and when issued in accordance with the provisions of said mortgage, shall be in form, denominations, dates and maturities, and shall bear a rate of interest to be determined as provided in said mortgage. All of said \$500,000, or such part thereof as may be issued, shall be issued under and equally and ratably secured by a mortgage from the Maker hereof to Title and Trust Company as Trustee, dated July 1, 1925, and duly authorized, executed, acknowledged, delivered and recorded. Pg.3

For description of the property thereby mortgaged, the nature and extent of the security, the rights of all holders of bonds issued thereunder, the conditions upon which said bonds are issued or may be issued, and under which (in case of "an event of default" as defined in said mortgage) all outstanding bonds may, before their fixed maturity, be declared at once due and payable, reference is hereby made to said mortgage with the same force and effect as if its provisions were herein fully set forth.

This bond, at the maker's option, is subject to redemption on any interest payment date before its fixed maturity, upon sixty (60) days' previous notice as provided in said mortgage, and upon payment to said Trustee of the par value of the principal hereof and interest hereon to the date of such redemption, together with a premium of one (1) per centum on the principal thereof.

This bond shall pass by delivery unless registered in the owner's name upon registration books kept for that purpose by said Title and Trust Company, at its office in Portland, Oregon (or its successor), and unless such registration is also noted hereon by it. After such registry, no transfer hereof shall be valid unless made on said books by the registered owner in person or by attorney duly authorized in writing, and similarly noted hereon; but it may be discharged from registry by being in like manner transferred to bearer, after which it shall be transferable by delivery. It may again, from time to time, be registered or transferred to bearer, as above provided. While registered, only the registered holder hereof shall be entitled to receive the principal hereof. However, such registry shall not affect the negotiability of the coupons, which will always continue to be transferable by delivery notwithstanding such registration.

Neither this bond nor the appurtenant coupons shall be obligatory for any purpose until this bond shall be certified by Title and Trust Company, as Trustee, or its successor in trust.