ROOK 135 PAGE 365 REAL ESTATE CONTRACT

THIS CONTRACT FOR THE SALE OF LAND, made and entered into this 16th day of April, 1993, by and between ROBERT K. BERBE and CLAUDIA L. BERBE, husband and wife, hereinafter designated as "Seiler", and TATSUNOSHIN CHKI and MIYOKO CHKI, husband and wife, and NIHON IDO KYOSHITSU KYOKAI, a Japanese association, hereinafter designated as "Purchaser";

WITNESSETH:

The Seller agrees to sell to the Purchaser and the Purchaser agrees to purchase from the Seller, the real estate hereinafter described.

1. DESCRIPTION OF REAL ESTATE: The land herein conveyed is situate in the County of Skamania, State of Washington, and described as follows:

PARCEL 1

All that portion of the Southwest Quarter of Section 23, Township 3 North, Range 8 East of the Willamette Meridian, in the County of Skamania, State of Washington, which lies South and East of Berge Road; EXCEPTING THEREFROM that portion conveyed to the public by dead recorded March 18, 1908 in Book 1, Page 51, Skamania County Deed Records; ALSO EXCEPTING THERE ROM that portion conveyed to Skamania County by deed recorded May 28, 1980 in Book 78, Page 269, Auditor's File No. 90809, Skamania County Deed Records; ALSO EXCEPTING THEREFROM that portion lying Northerly of an unnamed stream channel, as sold to Leroy Anderson, et. al., by contract recorded December 31, 1984 in Book 84, Page 218, Auditor's File No. 98749, Skamania County Deed Records; ALSO EXCEPTING THEREFROM Lot 1 of BERNICE BERGE SHORT PLAT, according to the Plat thereof, recorded May 14, 1986, in Book 3, Page 93, Auditor's File No. 101131, Skamania County Plat Records; and ALSO EXCEPTING THEREPROM that portion in Book 135, Page 260, Auditor's File No. 116248, Skamenia County Deed Records; and SUBJECT TO An easement of 30 feet in width for ingress and egress within a portion of the Southwest quarter of the Southwest quarter of Section 23, T3N, RSE, W.M., in the County of Skamania and the State of Washington, described more particularly as follows:

An easement of 30 feet in width along an existing roadway which lies within the circumference of a circle having a radius of 30 feet, the center of said circle being the southeast corner of Lot 1 of the Bernice Berge Short Plat, according to the plat thereof recorded in Book 3 at Page 93 of Short Plats, Skamania County Auditors No. 101141, bounded by the east edge of aforesaid Lot 1 of the Bernice berge Short Plat and the north edge of the parcel described in that particular document recorded in Book 135 at Page 360 of Deeds, Skamania County Auditor Number 116248, wherein Robert & Claudia Beebe granted to Skamania County Cametery District.

REAL ESTATE EXCISE TAX

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SYSTEMMIA COUNTY TREASURER

The North Half of the Southeast Quarter of Section 23, Township 3 North, Range 8 East of the Willamette Meridian in the County of Skamania, State of Washington, EXCEPTING THEREFROM that portion lying Northwesterly of the center of an unnamed stream, as described in contract to Leroy Anderson, et.al., recorded December 31, 1984 in Book 84, Page 218, Auditor's File No. 98749, Klickitat County Deed Records.

2. PRICE AND PAYMENT: The purchase price of the said-described premises is the sum of Four Hundred Thousand and 00/100 dollars (\$400,000.00), of which the sum of Two Hundred Fifty Thousand and 00/100 dollars (\$250,000.00) has been paid, receipt of which is hereby acknowledged, leaving a balance of One Hundred Fifty Thousand and 00/100 dollars (\$150,000.00), which sum shall be paid in three annual installments of \$50,000.00, plus interest at the rate of 6 per cent per annum upon all deferred balances; first installment commencing on the 16th day of April, 1994, and continuing thereafter on the 16th day of each and every year thereafter until the full amount of the said purchase price and interest thereon shall have been paid. Interest shall commence to run from April 6, 1993. The above payments are to be applied first upon the interest and the balance upon the principal. Interest may not be paid in advance, and payments may only be made upon installment dates.

Purchaser agrees to pay a late charge in the amount of \$100.00 for each payment that is not paid within ten (10) days after its due date

It is expressly provided that Purchaser has the privilege of paying larger installments upon the purchase price upon any installment date, or of paying the full amount of the unpaid balance of the purchase price at any time. In any event, full payment shall be made on or before three (3) years from date hereof.

- 3. OTHER ENCINE ANCES AGAINST THE PROPERTY: The property is subject to encumbrances including the following listed tenancies, easements, restrictions and reservations in addition to the obligations assumed by Purchaser and the obligations being paid by Seller:
- Those of record as disclosed by the supplemental Preliminary Commitment.

 4. TAMES: It is understood that Purchaser assumes and agrees to pay before delinquency, all taxes and assessments that may as between Seller and Purchaser hereinafter become a lien upon said premises and property; that as to 1993 taxes, the same have been adjusted between the parties as follows:

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BOOK 137 PAGE 367 Taxes for the year 1993: PURCHASER SELLER Parcel 1 43.23 17.66 Parcel | Fire Patrol 11.93 4.87 Parcel 2 342.83 140.03 Parcel 2 Fire Patrol 10.08 4.12

Purchaser agrees to pay when due any utility charges which may become liens superior to Seller's interest under this contract. If real estate taxes and penalties are assessed against the property subsequent to the date of this contract because of a change in use prior to the date of this contract for Open Space, Farm, Agricultural, or Timber classifications approved by the County or because of a Senior Citizen's Declaration to Defer Property Taxes filed prior to the date of this contract, Purchaser may demend in writing payment of such taxes and penalties within thirty days. If payment is not made, Purchaser may pay and deduct the amount thereof plus a 10 per cent penalty from the payments next becoming due Seller under this contract. If, however, real estate taxes and penalties are assessed against the property subsequent to the date of this contract because of a change in use subsequent to the date of this contract for Open Space, Parm, Agricultural, or Timber classifications approved by the County which have been continued by agreement of Seller and Purchaser, Purchaser shall be responsible for all of said taxes and penalties assessed, even though they be for years prior to the date of this contract.

- fails to pay taxes or assessments or utility charges constituting liens prior to Seller's interest under this contract, Seller may pay such items and Purchaser shall forthwith pay Seller the amount thereof, plus a late charge of 10 per cent of the amount thereof, plus any costs and attorney's fees incurred in connection with such payment. Failure to pay said taxes or assessments or utility charges shall constitute a default under this contract, giving Seller the rights and remedies provided for default.
- 6. RTSK OF LOSS: Purchaser shall beer the risk of loss for destruction or condemnation for the property. Any such loss shall not relieve Purchaser from any of the Purchaser's obligations pursuant to this contract.
- 7. COMDEMENTION: Seller and Purchaser may each appear as owners of an interest in the property in any action concerning condemnation of any part of the property. Purchaser may within thirty days after condemnation and removal of improvements, negotiate a contract to substantially restore the premises to

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their condition before the removal. If the condemnation proceeds are sufficient to pay the contract price for restoration or if the Purchaser deposits in escrow any deficiency with instructions to apply the funds on the restoration contract, the property shall be restored unless underlying encumbrances provide otherwise. Otherwise, proceeds of the award shall be applied in payment of the balance due on the purchase price, as Seller may direct.

- 8. POSSESSION: Purchaser shall have the right to the possession of said property on the date hereof; provided, however, that said Purchaser shall, upon default hereunder and upon demand of the Seller, surrender to Seller peaceable possession of said premises.
- 9. WASTE: It is agreed that Purchaser shall not commit or suffer to be committed, any waste upon the property herein sold, and Purchaser agrees to maintain said premises in as good condition as the same are now, less reasonable wear and tear during the term of this contract.

No trees shall be cut with the exception of such trees as may be necessary to construct a dwelling house or for clearing purposes unless Purchaser first obtains the consent of Seller to such cutting of trees.

Purchaser hereby agrees to use said premises in such manner as will allow no accumulation of garbage, refuse, old car bodies, tin cans and the like, that may create an unsightly condition on the property.

No buildings or improvements now on said premises shall be removed therefrom, torn down or destroyed without first having obtained written consent of Seller, and no major alterations shall be made without first having obtained Seller's written consent.

It is understood and agreed that any new buildings or improvements placed upon the real property above described shall become a part of such real property, and Purchaser agrees that they will not allow any liens to accumulate or to be filed against said property, and that any such liens shall be considered to be a brench of the terms of this contract; provided Purchaser shall have a reasonable time to pay or dispose of any lien so filed.

10. DATO ALD TITLE INSURANCE: It is understood between the parties that the title to the real property hereinbefore described shall remain the Seller's until the purchase price together with interest thereon has been paid in full. Upon payment of the purchase price and interest as herein provided, the Seller shall execute and deliver a good and sufficient Warranty Deed, conveying the

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premises heretofore described to Purchaser, provided that Seller shall not warrant against any encumbrances or liens placed against said premises by Purchaser.

It is understood that the Seller has furnished a title insurance policy to Purchaser showing good and merchantable title to said premises, which policy has been accepted by Purchaser and which policy has been delivered to Purchaser.

- 11. INSPECTION: It is understood that the Purchaser has made full inspection of the real estate and has accepted the same as is, and that no promise, agreement or representation respecting the condition of any building or improvement thereon or relating to the alteration or repair thereof, or the placing of additional improvements thereon, shall be binding unless the promise, agreement or representation be in writing and made part of this contract.
- 12. ESCHOW: It is understood that a copy of this contract shall be placed with JOSEPH L. UDALL, Attorney At Law, 17 SW Russell Avenue, Stevenson, Washington together with a Warranty Deed conveying said premises from Seller to Purchaser; this clause shall be deemed as instructions to said JOSEPH L. UDALL or such other escrow agent as Seller wishes to designate to deliver said Warranty Deed upon full payment of the principal balance and interest. All payments due hereunder shall be made directly to Seller at such address as Seller may direct from time to time.
- 13. DEFAULT AND REMEDIES: Time is of the essence of this contract. If Purchaser fails to make any payment or perform any obligation hereunder, Seller shall be entitled to exercise all rights and remedies allowed by law or equity, including the right to elect one or more of the following remedies:
 - a) Suit For Installments. Sue for any delinquent periodic payment; or
 - b) Specific performance. Sue for specific performance of any of Purchasers' obligations pursuant to this contract.
 - Estate Contract Forfeiture Act (Chapter 61.30 R.C.W.), in which event, without limiting any remedies of Seller as provided by said statute, all right, title, and interest of the Purchaser and parties claiming an interest in the real property subject to this contract shall be canceled and terminated; all prior payments shall be retained by the payer thereof; all improvements and unharvested crops shall be forfeited; and

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Seller shall be entitled to possession of the real property, which right shall be enforced under the provisions of R.C.W. Chapter 59.12.

- Accelerate Balance Due. Give Purchaser written notice demanding payment of said delinquencies or performances of said contract conditions, together with a late charge of five percent of the amount of such delinquent payments and payment of Selier's reasonable attorney's fees and costs incurred for services in preparing and sending such notice, and stating that if payment pursuant to said notice is not received within thirty (30) days after the date said notice is either deposited in the mail addressed to the Purchaser, or delivered personally to Purchaser, the entire balance owing, including interest shall become immediately due and payable. Seller may thereupon institute suit for payment of such balance, interest, late charge and reasonable attorney's fees, and for foreclosure of this contract as a mortgage, in which event Purchaser may be liable for a deficiency.
- e) If Purchaser is in default under this contract and abandon the real property subject hereto, pending the exercise of other rights or remedies as provided for herein, Seller may take immediate possession of the real property for the purpose of preserving or otherwise protecting the property from loss, damage, or waste.
- In the event Purchaser shall fail to pay any taxes or to insure the premises as above provided, Seller may make such payments or procure such insurance and the amounts so paid shall become payable forthwith and shall bear interest at the rate of 12 per cent per annum until paid, without prejudice to the other rights that Seller might have by reason of such failure; and further, Seller may, if they so elect, add the costs of such taxes and insurance paid to the contract balance, with interest to be at 12 per cent per annum.
- 14. RECRIVER: If Seller has instituted any proceedings specified in Paragraph 14, and Purchaser is receiving rental or other income from the property, Purchaser agrees that the appointment of a receiver for the property is necessary to protect Seller's interest and to collect such rental and other income on Seller's behalf.
- 15. PURCHASERS' REMEDY FOR SELLERS' DEFINET: If Seller fails to observe or perform any term, covenant or condition of this contract, Purchaser may, after

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thirty days' written notice to Seller, institute suit for damages or specified performance unless the breaches designated in said notice are cured.

- 16. NON-WAIVER: Failure of either party to insist upon strict performance of the other party's obligations hereunder shall not be construed as a waiver of strict performance thereafter of all the other party's obligations hereunder and shall not prejudice any remedies as provided herein.
- 17. NOTICES: Any notices required or permitted by law or under this contract shall be in writing and shall be sent by first class certified or registered mail, return receipt requested, with postage prepaid, to the parties' addresses set forth as follows:

To Seller:

MP 0.23 Marty Road Stevenson, WA 98648 To Purchaser:

14809 NE 46th Street Vancouver, WA 98682

Either party may change such address for notice by designating the new address to the other party hereto in the manner hereinabove set forth.

- 18. ATTORNEY'S FRES-COSTS: In the event of a lausuit between the parties to this contract, the prevailing party shall be entitled to recover judgement against the other party for reasonable attorney's fees and costs (including title and lien searches), either at trial or on appeal. If either party exercises any nonjudicial right or remedy to enforce such party's rights hereunder, it shall be a condition for the cure of the default that the defaulting party pay the non-defaulting party's reasonable attorney's fees incurred and all reasonable costs, including costs of service of notices and title and lien searches. Failure to pay such costs and reasonable attorney's fees shall constitute an event of default under this contract.
- 19. LECAL REPRESENTATION: The parties acknowledge and agree that this agreement has been prepared on behalf of Purchaser by the attorney for Purchaser. Seller acknowledges having been advised to seek the advice of independent counsel in regards to the closing of this transaction. Their execution of this agreement and the closing of this transaction shall be deemed Seller's acknowledgement that they have either sought independent advice of counsel or waive their right to do so.
- 20. BUIDING EFFECT: This agreement shall be binding upon and shall inure to the benefit of the legal representatives, assigns, and successors of the parties, subject to any restrictions herein against assignment.

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DUE ON SALE: If Purchaser, without written consent of Seller, conveys, sells, 21. leases, assigns, contracts to convey, sells, leases, or assigns, grants an option to buy the property, permits a forfeiture or foreclosure, or trustee or sheriff's sale of any of Purchaser's interest, Seller may either raise the interest rate on the balance of the purchase price or declare the entire balance of the purchase price due and payable. If one or more of the entities comprising the Purchaser is a corporation, any transfer or successive transfer in the nature of the above-specified items of 49 per cent or more of the outstanding capital stock, shall enable Seller to take the above action. A lease of less than three years (including options for renewals), a transfer to a spouse or child of Purchaser, a transfer incident to a marriage dissolution or condemnation, and a transfer by inheritance, will not enable Seller to take any action pursuant to this paragraph; provided the transferee other than a condemnor agrees in writing that the provisions of this paragraph apply to any subsequent transaction involving the property entered into by the transferee.

IN WITHESS WHEREOF, the parties hereto set their hands the day and year above mentioned.

KAMAMIA ON WASH
NOW ALL TO FOR RECORD

AUDITOR

AUDITOR

AUDITOR

AUDITOR

SARY M. OLSON

Bollett K. Belbe

Claudi R. Becke CLAUDIA L. Best. Solier

TATSUNOSHUN CHKI, Purchaser

Muysko (Ilsi Mirago Chi, Purchaser

MUHON IDO KYOSHITSU KYOKAI

TAK YOSHIDA, POWER of Attorney

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STATE OF WASHINGTON

COUNTY OF Stamenia

I certify that I know or have satisfactory evidence that ROBERT K. BEREE and CLAUDIA L. BEREE signed this instrument and acknowledged it to be their free and voluntary act and deed for the uses and purposes mentioned in the instrument.

DATED this 16th day of April, 1993.

Residing at Alexandra Mashington My commission expires 7-2 4

STATE OF WASHINGTON

COUNTY OF Skemmia

I cartify that I know or have satisfactory evidence that TATSUNOSHUM CHKI, MIYOKO CHKI and TAK YOSHIDA, Power of Attorney for Nihon Ido Kyoshitsu Kyokai, a Japanese association signed this instrument and acknowledged it to be their free and voluntary act and deed for the uses and purposes mentioned in the instrument.

DATED this 16th day of April, 1993.

Residing at

Residing at Alexander Processing Street

40122/

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