

WHEN RECORDED RETURN TO:

James W. Shires and Pamela J. Shires
8400 East Dixileta Drive, #118
Scottsdale, AZ 85262

FILED FOR RECORD AT REQUEST OF
AMERITITLE
419 STATE STREET, SUITE 2
HOOD RIVER, OR 97031

ESCROW NO. HR33572

DEED OF TRUST

Grantor: Angel Heights, LLC
Beneficiary: James W. Shires and Pamela J. Shires
Abbreviated Legal: Parcel 1 - LOT 15, ANGEL HEIGHTS SUBDIVISION PHASE 1
Abbreviated Legal: Parcel 2 - SW ¼, Section 36, Township 3N, R 7E
Additional Legal on Page: 4
Assessor's Tax Parcel Number(s): 03-07-36-3-0118-00 and a Portion of: 03-07-36-3-0200-00

THIS DEED OF TRUST, made this 26 day of October, 2005, between Angel Heights, LLC, a Washington Limited Liability Company, GRANTOR, whose street address is 1801 NE 82nd, Vancouver, WA 98665, AMERITITLE, TRUSTEE whose street address is 419 STATE STREET, SUITE 2, HOOD RIVER, OR 97031, and James W. Shires and Pamela J. Shires, husband and wife, BENEFICIARY, whose street address is 8400 East Dixileta Drive, #118, Scottsdale, AZ 85262.

WITNESSETH: Grantor(s) hereby bargain(s), sell(s) and convey(s) to Trustee in trust, with power of sale, the following described real property in SKAMANIA County, Washington:

SEE PAGE 4 FOR LEGAL DESCRIPTION

which real property is not used principally for agricultural or farming purposes, together with all the tenements, hereditaments, and appurtenances now or hereafter thereunto belonging or in any wise appertaining, and the rents, issues and profits of the property.

This Deed of Trust is for the purpose of securing performance of each agreement of Grantor(s) herein contained in this Deed of Trust and payment of the sum of TWO HUNDRED FIFTY THOUSAND AND NO/100ths Dollars (\$250,000.00) with interest, in accordance with the terms of a promissory note of even date herewith, payable to Beneficiary or order, and made by Grantor(s), and all renewals, modifications and extensions of the note, and also such further sums as may be advanced or loaned by Beneficiary to Grantor(s), or any of the Grantor(s)' successors or assigns, together with interest thereon at such rate as shall be agreed upon.

DUE DATE: The entire balance of the promissory note secured by this Deed of Trust, together with any and all interest accrued thereon, shall be due and payable in full on October 28, 2006.

To protect the security of this Deed of Trust, Grantor(s) covenant(s) and agree(s):

1. To keep the property in good condition and repair; to permit no waste of the property; to complete any building, structure or improvement being built or about to be built on the property; to restore promptly any building, structure or improvement on the property which may be damaged or destroyed; and to comply with all laws, ordinances, regulations, covenants, conditions and restrictions affecting the property.
2. To pay before delinquent all lawful taxes and assessments upon the property; to keep the property free and clear of all other charges, liens or encumbrances impairing the security of this Deed of Trust.
3. To keep all buildings now or hereafter erected on the property continuously insured against loss by fire or other hazards in an amount not less than the total debt secured by this Deed of Trust. All policies shall be held by the Beneficiary, and be in such companies as the Beneficiary may approve and have loss payable first to the Beneficiary, as its interest may appear, and then to the Grantor(s). The amount collected under any insurance policy may be applied upon any indebtedness secured by this Deed of Trust in such order as the Beneficiary shall determine. Such application by the Beneficiary shall not cause discontinuance of any proceedings to foreclose this Deed of Trust. In the event of foreclosure, all rights of the Grantor(s) in insurance policies then in force shall pass to the purchaser at the foreclosure sale.

4. To defend any action or processing purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee, and to pay all costs and expenses, including cost of title search and attorney's fees in a reasonable amount, in any such action or proceeding, and in any suit brought by Beneficiary to foreclose this Deed of Trust.

5. To pay all costs, fees and expenses in connection with this Deed of Trust, including the expenses of the Trustee incurred in enforcing the obligation secured by this Deed of Trust and Trustee's and attorney's fees actually incurred, as provided by statute.

6. Should Grantor(s) fail to pay when due any taxes, assessments, insurance premiums, liens, encumbrances or other charges against the property, Beneficiary may pay the same, and the amount so paid, with interest at the rate set forth in the note secured by this Deed of Trust, shall be added to and become a part of the debt secured in this Deed of Trust.

7. DUE ON SALE: (OPTIONAL - Not applicable unless initialed by Grantor and Beneficiary) The property described in this security instrument may not be sold or transferred without the Beneficiary's consent. Upon breach of this provision, Beneficiary may declare all sums due under the note and Deed of Trust immediately due and payable, unless prohibited by applicable law.

Grantor (Initials)

Beneficiary (Initials)

IT IS MUTUALLY AGREED THAT:

8. In the event any portion of the property is taken or damaged in an eminent domain proceeding, the entire amount of the award or such portion as may be necessary to fully satisfy the obligation secured by this Deed of Trust shall be paid to Beneficiary to be applied to said obligation.

9. By accepting payment of any sum secured hereby after its due date, Beneficiary does not waive its right to require prompt payment when due of all other sums so secured or to declare default for failure to so pay.

10. The Trustee shall reconvey all or any part of the property covered by this Deed of Trust to the person entitled thereto, on written request of the Grantor(s) and the Beneficiary, or upon satisfaction of the obligation secured and written request for reconveyance made by the Beneficiary or the person entitled thereto.

11. Upon default by Grantor(s) the payment of any indebtedness secured by this Deed of Trust or in the performance of any agreement contained in this Deed of Trust, all sums secured by this Deed of Trust shall immediately become due and payable at the option of the Beneficiary, subject to any cure period provided in the note secured by this Deed of Trust. In such event and upon written request of Beneficiary, Trustee shall sell the trust property, in accordance with the Deed of Trust Act of the State of Washington, at public auction to the highest bidder. Any person except Trustee may bid at Trustee's sale. Trustee shall apply the proceeds of the sale as follows: (1) to the expense of the sale, including a reasonable Trustee's fee and attorney's fee; (2) to the obligation secured by this Deed of Trust; and (3) the surplus, if any, shall be distributed to the persons entitled thereto.

12. Trustee shall deliver to the purchaser at the sale its deed, without warranty, which shall convey to the purchaser all right, title and interest in the real and personal property which Grantor(s) had or had the power to convey at the time of the execution of this Deed of Trust, and such as Grantor(s) may have acquired thereafter. Trustee's deed shall recite the facts showing that the sale was conducted in compliance with all the requirements of law and of this Deed of Trust, which recital shall be prima facie evidence of such compliance and conclusive evidence thereof in favor of bona fide purchaser and encumbrancers for value.

13. The power of sale conferred by this Deed of Trust and by the Deed of Trust Act of the State of Washington is not an exclusive remedy; Beneficiary may cause this Deed of Trust to be foreclosed as a mortgage.

14. In the event of the absence, death, incapacity, disability or resignation of Trustee, or at the discretion of the Beneficiary, Beneficiary may appoint in writing a successor trustee, and upon the recording of such appointment in the mortgage records of the county in which this Deed of Trust is recorded, the successor trustee shall be vested with all powers of the original trustee. The Trustee is not obligated to notify any party hereto of pending sale under any other Deed of Trust or of any action or proceeding in which Grantor(s), Trustee, or Beneficiary shall be a party unless such action or proceeding is brought by the Trustee.

15. This Deed of Trust applies to, insures to the benefit of, and is binding not only on the parties hereto, but on his/her/their heirs, devisees, legatees, administrators, executors and assigns. The term Beneficiary shall mean the holder and owner of the note secured hereby, whether or not named as Beneficiary herein.

16. ADDITIONAL TERMS AND CONDITIONS: (check one)

a. ☒ (X) NONE

OR

b. ☐ () As set forth on the attached "Exhibit A" which is incorporated by this reference.

(Note: If neither is a nor b is checked, then option "a" applies)

Dated: 10-26-05

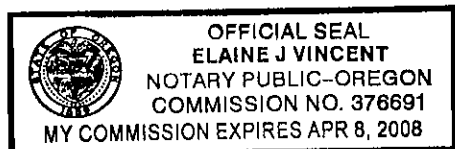
Angel Heights, LLC, a Washington Limited Liability Company

BY: Better World Acquisitions LLC, a Washington Limited Liability Company, its Managing Member

BY: Mimi Morissette
Mimi Morissette, Member

State of Oregon
County of HOOD RIVER

I certify that I know or have satisfactory evidence that Mimi Morissette is the person who appeared before me, and said person acknowledged that she signed this instrument, stated that she was authorized to execute the instrument and acknowledged it as the Managing Member of Better World Acquisitions, LLC, which is the Managing Member of Angel Heights, LLC, to be the free and voluntary act of such party for the uses and purposes mentioned in this instrument.



Elaine J. Vincent

Printed Name: Elaine J. Vincent
Notary Public in and for the State of Oregon
Residing at: White Salmon, WA
My commission expires: 04/08/2008

REQUEST FOR FULL RECONVEYANCE - *Do not record. To be used only when note has been paid.*

TO: TRUSTEE

The undersigned is the legal owner and holder of the note and all other indebtedness secured by the within Deed of Trust. Said note, together with all other indebtedness secured by said Deed of Trust, has been fully paid and satisfied; and you are hereby requested and directed, on payment to you of any sums owing to you under the terms of said Deed of Trust, to cancel said note above mentioned, and all other evidences of indebtedness secured by said Deed of Trust delivered to you herewith, together with the said Deed of Trust, and to reconvey, without warranty, to the parties designated by the terms of said Deed of Trust, all the estate now held by you thereunder.

Dated _____

Parcel 1:

Lot 15, ANGEL HEIGHTS SUBDIVISION-PHASE 1, according to the Plat thereof, recorded under Recording No. 2005158873, Skamania County, Washington.

Parcel 2:

A portion of the remainder of the H. Rehal Short Plat as recorded in auditors File No. 109019, records of Skamania County, Washington located in the Southwest quarter of Section 36, Township 3 North, Range 7 East, of the Willamette Meridian, and being more particularly described as follows:

Beginning at the Southwest corner of said H. Rehal Short Plat, said point also being the Southeast corner of the Nicklaus Subdivision; thence N 02°13'23" West, 631.90 feet to the Northeast corner thereof; thence N 89°21'36" West 248.05 feet to the Southeast corner of Lot 1, H. Rehal Short Plat; thence N 03°02'37" West along the East line thereof 217.81 feet to the South line of the Plat of Angel Heights; thence S 89°16'56" East 415.59 feet along said Plat line; thence S 42°29'38" East 477.00 feet along said Plat line; thence S 39°13'58" East 103.65 feet along said plat line; thence S 0°34'43" West 98.98 feet along said Plat line; thence S 83°46'16" East 262.79 feet along said Plat line, thence S 09°21'05" East 104.27 feet along said Plat line; thence N 89°25'17" West 168.38 feet to the Northeast corner of Lot 1 Hazel Short Plat; thence N 89°25'17" West 292.38 feet to the Northwest corner of said Lot 1; thence S 0°42'43" West 210.78 feet along the West line thereof to the South line of said Section 36; thence N 89°18'45" West 332.46 feet to the Point of Beginning.