

AFTER RECORDING MAIL TO:

Bradley W. Andersen
Attorney at Law
700 Washington Street, Suite 701
Vancouver, WA 98660

Document Title(s) or transactions contained therein:

1. DEED OF TRUST

Grantor(s): [Last name first, then first name and initials]

1. Leonard, Earl

Additional names on page _____ of document

Grantee(s): [Last name first, then first name and initials]

1. Skamania County Title Company, Trustee
2. Leonard, Ronald, Beneficiary

Additional names on page _____ of document

Abbreviated Legal Description: [i.e., lot/block/plat or sec/twp/range/1/4/1/4]

Lots 4, 5 and 6 of Block "C" ORIGINAL TOWN OF CARSON

Complete legal description is on page 5 of document

Reference Number(s) of Documents Assigned or Released: [Bk/Pg/Aud#]

Plat Records, Book A, Page 23

Additional numbers on page _____ of document

Assessor's Property Tax Parcel/Account Number(s):

03-08-29-1-1-2300/00

03-08-29-1-1-2800/00

Property Tax Parcel ID is not yet assigned

WHEN RECORDED RETURN TO

Bradley W. Andersen
Schwabe, Williamson & Wyatt
700 Washington Street, Suite 701
Vancouver, Washington 98660

DEED OF TRUST

THIS DEED OF TRUST, made this 8th day of August, 2006, between EARL LEONARD, GRANTOR, whose address is P. O. Box 1213, Carson, Washington 98610, SKAMANIA COUNTY TITLE COMPANY, TRUSTEE, whose address is 41 SW Russell Ave., P. O. Box 277, Stevenson, Washington 98648, and RONALD LEONARD, (BENEFICIARY), whose address is 4132 South Rainbow, PMB 227, Las Vegas, Nevada 89103,

WITNESSETH: Grantor hereby bargains, sells and conveys to Trustee in Trust, with power of sale, the following described real property in Skamania County, Washington.

See attached Exhibit A

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 thereof.

This deed is for the purpose of securing performance of each agreement of Grantor herein contained, and payment of the sum of THIRTY-ONE THOUSAND, FOUR HUNDRED SEVENTY-EIGHT and 02/100 Dollars (\$31,478.02) with interest at the rate of eight percent (8%) per annum, in accordance with the terms of a promissory note of even date herewith, payable to Beneficiary or order, and made by Grantor, and all renewals, modifications and extensions thereof, and also such further sums as may be advanced or loaned by Beneficiary to Grantor, or any of their successors or assigns, together with interest thereon at such rate as shall be agreed upon.

To protect the security of this Deed of Trust, Grantor covenants and agrees:

DEED OF TRUST - 1

PDX/115387/148432/BWA/1452622.1

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1. To keep the property in good condition and repair; to permit no waste thereof; to complete any building, structure or improvement being built or about to be built thereon; to restore promptly any building, structure or improvement thereon which may be damaged or destroyed; and to comply with all laws, ordinances, regulations, covenants, conditions and restrictions affecting the property.

2. To make all payments and satisfy all other conditions related to the June 1, 2003 Real Estate Contract executed between Richard R. Brockman and Earl Leonard (Real Estate Contract).

3. 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, except for the existing Real Estate Contract.

4. To keep all buildings now or hereafter erected on the property described herein 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. The amount collected under any insurance policy may be applied upon any indebtedness hereby secured 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 in insurance policies then in force shall pass to the purchaser at the foreclosure sale.

5. To defend any action or proceeding 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.

6. 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 hereby and Trustee's and attorney's fees actually incurred, as provided by statute.

7. Should Grantor fail to pay when due any taxes, assessments, insurance premiums, liens, encumbrances or other charges against the property herein above described, including satisfaction of the Real Estate Contract, Beneficiary may pay the same, and the amount so paid, with interest at the rate set forth in the note secured hereby, shall be added to and become a part of the debt secured in this Deed of Trust.

IT IS MUTUALLY AGREED THAT:

DEED OF TRUST - 2

PDX/115387/148432/BWA/1452622.1

1. 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 hereby, shall be paid to Beneficiary to be applied to said obligation.

2. 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.

3. 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 and the Beneficiary, or upon satisfaction of the obligation secured and written request for reconveyance made by the Beneficiary or the person entitled thereto.

4. Upon default by Grantor in the payment of any indebtedness secured hereby or in the performance of any agreement contained herein, all sums secured hereby shall immediately become due and payable at the option of the Beneficiary. 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; (3) the surplus, if any, shall be distributed to the persons entitled thereto.

5. Trustee shall deliver to the purchaser at the sale its deed, without warranty, which shall convey to the purchaser the interest in the property which Grantor had or had the power to convey at the time of his execution of this Deed of Trust, and such as he 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 of value.

6. 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.

7. In the event of the death, incapacity, disability or resignation of Trustee, 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

EXHIBIT "A"

(Description of Real Property)

Skamania County Tax Parcel Nos. 03-08-29-1-1-2300/00 and 03-08-29-1-1-2800/00;
Lots 4, 5 and 6 of Block "C" of THE ORIGINAL TOWN OF CARSON, according to the
Recorded Plat thereof, recorded in Book A at Page 23, in the County of Skamania, State
of Washington. Commonly known as: Second Street #41, Carson, Washington 98610;
INCLUDING the mobile home, a 1978 Fleetwood, VIN No. ORFL1A816381089,
situated on Tax Parcel No. 03-08-29-1-1-2800/00.

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