

Return Address:	
<u></u>	Received SVEMPT value tax levied
	Personal to Clary 1416 vo Ev. 1951 063046 AUDY AINSLIE
	AFIL NO COWLITZ COUNTY TREAS. Date JUN 2 7 2006 100 0 C DERMY
	Date Acts 2 3 VIII VOXIVE County

WASHINGTON STATE COUNTY AUDITOR/RECORDER'S INDEXING FORM (Cover Sheet)

(RCW 65.04)
Please print or type information
Document Title(s) (or transactions contained therein):
1. 2. Real Estate Agreement 4.
Reference Number(s) of Documents assigned or released:
Additional reference #'s on page of document.
Grantor(s) (Last name first, then first name and initials)
1. 2. Dan Class 3. 4. Additional names on page of document.
Grantee(s) (Last name first, then first name and initials)
1. 2. 3. 4. Additional names on page of document.
Legal Description (abbreviated: i.e. lot, block, plat or section, township, range)
Additional legal is on page of document.
Assessor's Property Tax Parcel/Account Number
Assessor Tax # not yet assigned.
The Auditor/Recorder will rely on the information provided on the form. The staff will not read the document to verify the accuracy or completeness of the indexing information provided herein.

REAL ESTATE PURCHASE AND SALE AGREEMENT

Exh. RT-2

RECEIVED from DEER LLC, hereinafter called "Purchaser" the sum of Twenty-Thousand (\$ 10,000.00) in the form of a Check payable to Class Development N.W. Inc., as earnest money in part payment of the purchase price of real estate in Cowlitz County, State of Washington, legally described as follows:

See Exhibit "A" attached, being approximately 28 acres and described as Parcel "A" with noted exceptions.

(Escrow is authorized to insert/correct over signatures of the parties an accurate legal description of the property.)

Total purchase price is Three Million Six Hundred Thousand Dollars (\$ 3,600,000.00).

The form of conveyance shall be by real estate contract. The general form of the contract is attached hereto as Exhibit "B".

The method of payment under the real estate contract is described as follows:

- A. No money is required to be paid down at closing. The unpaid balance shall bear interest at Four Per Cent Per Annum, payable quarterly. The entire unpaid balance of the purchase price shall be paid in full three years from the date of closing.
- B. Purchaser shall be entitled to deed releases as follows: On Parcel Exhibit "A" \$300,000 per lot with a minimum of \$75,000 down per lot (2 acres) and \$75,000 at the closing of a home sale. Purchaser shall provide seller with a valid legal description, confirming that the property released is a legal lot of record, approved by Cowlitz County. No parcel may be landlocked.
- C. Purchaser to pay real property taxes on current basis for all property, and furnish proof of payment to seller prior to their default.
- D. Seller agrees to subordinate the land and balance owed to a loan obtained by purchaser for purposes of developing the land. The funds obtained by such loan shall only be used by purchaser for improvements to the property. At the time of subordination, if lender should so request, Seller will deliver to purchaser a Statutory Warranty Deed in partial fulfillment of the real estate contract, covering all land within the requested area. In the event a Warranty Deed is so delivered, then purchaser shall deliver to seller, a promissory note and deed of trust, payable to the seller for the unpaid balance owed for such property. The deed of trust shall be second and subordinate only to the lender's deed of trust.

Payment terms of the note and Deed of Trust shall be identical to what would otherwise have been required under the real estate contract, and will be paid in full not later than when a completed lot, or a completed lot with home on it, are sold to a consumer.

There are no contingencies except:

a. Inspection of Title Report.

b. A determination of feasibility of the project. This investigation shall be pursued diligently, and this contingency shall be removed within 29 days for date hereof.

Purchaser shall be entitled to access on the property, and for purchaser's agents, for the purpose of survey, soil samples, civil engineering, and other tasks needed to complete any zoning and platting required. Purchaser shall pay for all such work done, and shall hold seller harmless from any bills, liens, or claims for such work as purchaser may do or have done on the property. Purchaser to make application for preliminary plat approval of any large lot tracts within a reasonable time after the feasibility study has been completed. Seller agrees to sign any documents reasonably required for the platting process.

The property is to be conveyed by Real Estate Contract, free of encumbrances, accept: casements if any of public record.

Facsimile transmission of any signed original document and retransmission of any signed facsimile document shall be the same as delivery of an original. At the request of any party, or the Closing Agent, the parties will confirm facsimile transmitted signatures by signing an original document.

Possession (except as noted herein) shall be delivered upon closing. Real property taxes to be prorated as of closing date.

Risk of loss for fire, or casualty during the pendency of this transaction is upon the seller until the date of closing.

The covenants and promises of this agreement shall survive closing and passage of title.

There are no verbal or other agreements which modify of affect this agreement. To become effective, any modifications must be in writing and signed by the party to be charged therewith.

Dated and signed this

Lary of MAT, 200

Separature of Ruyer

Signature of Seller

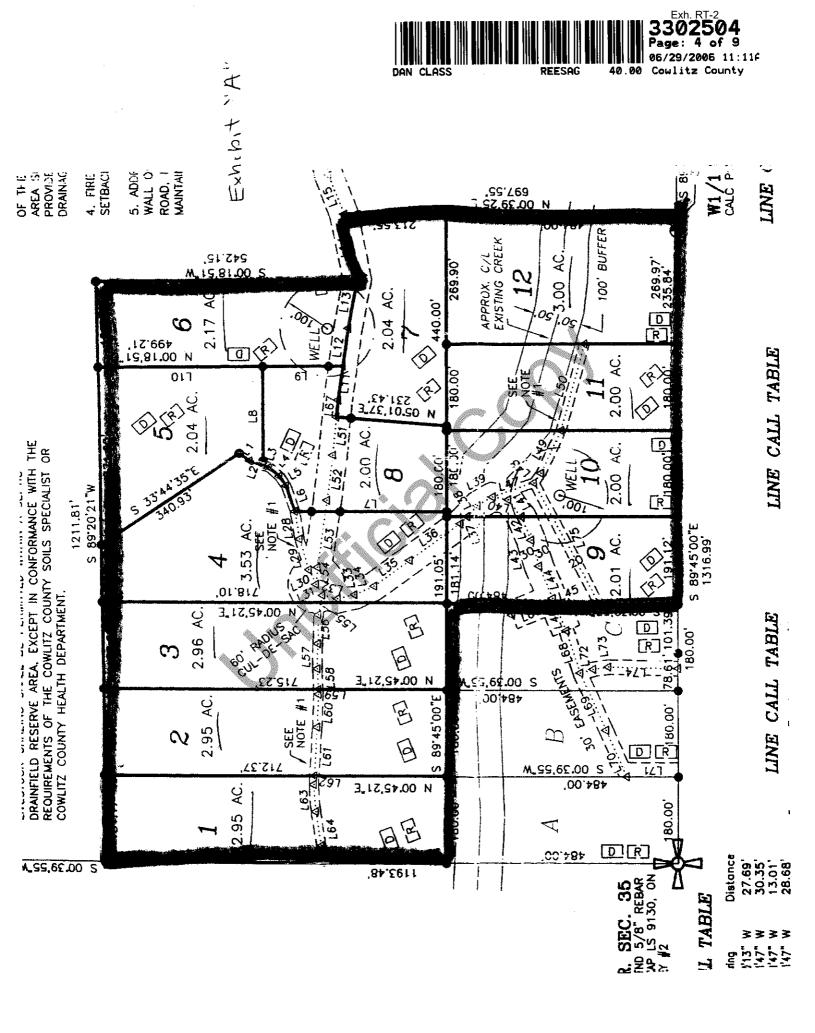




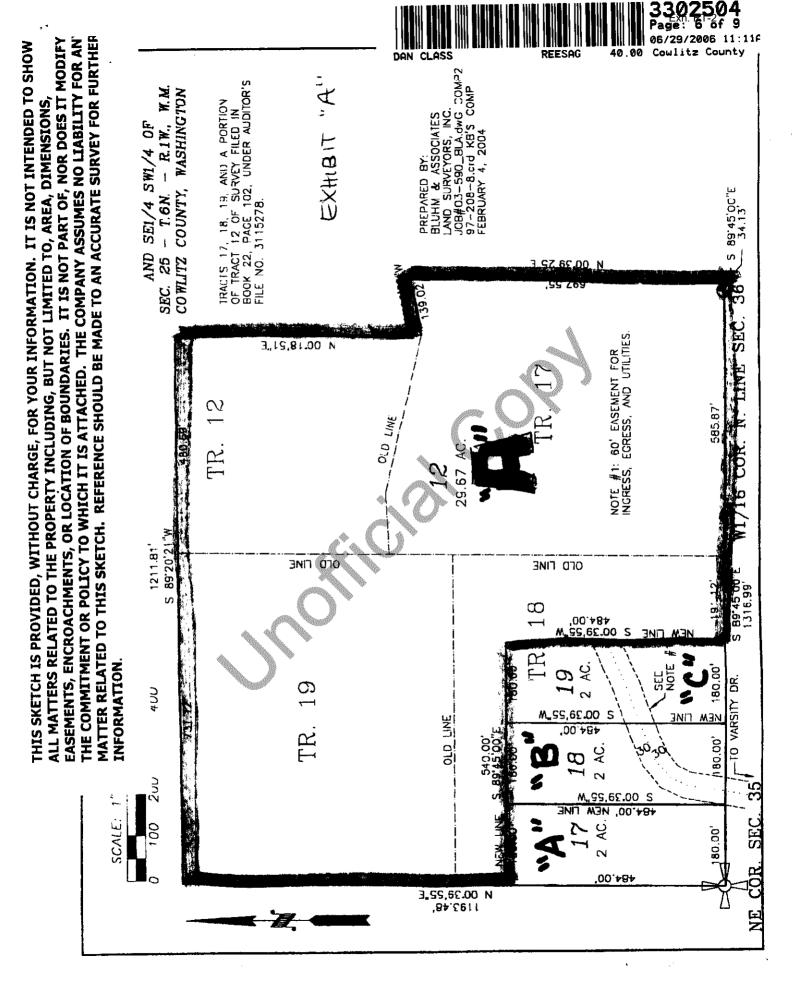
EXHIBIT A

PARCEL:

A PORTION OF THE SOUTHWEST QUARTER OF SECTION 25, TOWNSHIP 6 NORTH, RANGE 1 WEST, W.M., IN COWLITZ COUNTY, WASHINGTON, MORE PARTICULARLY DESCRIBED AS FOLLOWS:

ALL OF SEGREGATED TRACTS 17, 18, 19 AND THE SOUTHERLY PORTION OF TRACT 12 WHICH IS BOUNDED ON THE NORTH BY THE PRODUCTION OF THE NORTH LINE OF TRACT 19 EASTERLY NORTH 89 20' 6" EAST FROM THE NORTHEAST CORNER OF TRACT 19 TO THE EASTERLY LINE OF SAID TRACT 12, AS SHOWN ON SURVEY RECORDED IN VOLUME 22, PAGE 102 UNDER AUDITOR'S FILE NO. 3115278 EXCEPT THE SOUTH 484 FEET OF THE WEST 540 FEET OF TRACT 18.

TOGETHER WITH THE NON-EXCLUSIVE EASEMENT APPURTENANT, 60 FEET IN WIDTH, FOR ALL ACCESS, INGRESS, EGRESS AND UTILITY PURPOSES EXTENDING FROM SHIRLEY GORDON COUNTY ROAD WESTERLY TO THE PROPERTY ABOVE DESCRIBED UPON WHICH AN EXISTING GRAVEL FOREST MANAGEMENT ROAD IS CONSTRUCTED. THE CENTERLINE OF SAID EASEMENT COINCIDES WITH TRACT BOUNDARIES COMMON WITH TRACTS 14 AND 15, 14 AND 16, 13 AND 17, AND 12 AND 17.



Exh. RT-2



October 21, 2004 Job#03-590.doc Computer #4 Client: Dan Class

> "A" (New Tract 17)

That portion of Tract 18 of Survey filed in Volume 22, Page 102, under Auditor's File No. 311528, described as follows: The West 180.00 feet of even width of the South 484.00 feet of even width of the Southwest Quarter of the Southwest Quarter of Section 25, Township 6 North, Range 1 West, W.M., Cowlitz County, Washington. Together with and subject to easements and conditions of record.

"B"
(New Tract 18)

That portion of Tract 18 of Survey filed in Volume 22, Page 102, under Auditor's File No. 311528, described as follows: The East 180.00 feet of even width of the West 360.00 feet of even width of the South 484.00 feet of even width of the Southwest Quarter of the Southwest Quarter of Section 25, Township 6 North, Range 1 West, W.M., Cowlitz County, Washington.

Together with and subject to easements and conditions of record.

"C" (New Tract 19)

That portion of Tract 18 of Survey filed in Volume 22, Page 102, under Auditor's File No. 311528, described as follows: The East 180.00 feet of even width of the West 540.00 feet of even width of the South 484.00 feet of even width of the Southwest Quarter of the Southwest Quarter of Section 25, Township 6 North, Range 1 West, W.M., Cowlitz County, Washington.

Together with and subject to easements and conditions of record.



MASTER LICENSE SERVICE

PO Box 9034 • Olympia, WA 98507-9034 • (360) 664-1400

REGISTRATIONS AND LICENSES

Unified Business ID #: 602 026 352

Business ID #: 1

Expires: 04-30-2006

DEER L.L.C. 465 VARSITY RD KALAMA WA 98625

DOMESTIC LIMITED LIABILITY COMPANY
Renewed by Authority of Secretary of State

The licensee named above has been issued the business registrations or licenses listed. By accepting this document the licensee certifies the information provided on the application for these licenses was complete true, and accurate to the best at his or har providing, and that business will be conducted in compliance with all applicable treatments, seeks, county, and city regulations.

li Motte A. Luce
Director, Department of Cloensing

Promissory Note

(STRAIGHT)

	\$ 10,000.00 May 21 10206 after date, without grace, for value received,
ı I	DEER LLC, 465 VARSITY RO. KALAMA, UM 98625 promiseS to pay to CLASS DEVELOPMENT N. W. INC. 465 VARSITY RD. 98625
•	with interest thereon at the rate of. The office of. CLUSS DENSITION NOW THE SUM OF THE OFFICE OF TH
DI CLHSS	interest shall remain unpaid after due, this note shall become due and payable at once without further notice, at the option of the holder thereof. This note shall bear interest at the maximum legal rate per annum after maturity or after failure to pay any interest payment, and if this note shall be placed in the hands of an attorney for collection or if suit shall be brought to collect any of the principal or interest of this note I promise to pay a reasonable attorney's fee. Each maker of this note executes the same as a principal and not as a surety.

DETER LI C 465 VARSITY RD
KALAMA WA 18625