

Mortgagor's expense on each July 15th and January 15th thereafter during the life hereof showing the Mortgagor's net earnings from every source for the immediately preceding six (6) calendar months one-half ($\frac{1}{2}$) of the net earnings for each respective period (after deducting such part of the amount used during said period to pay or prepay bonds as was not supplied for this purpose from earnings of a previous period in accordance with the provisions of this paragraph hereof) shall forthwith be used to prepay the last maturing bond or bonds then outstanding.

6. The mortgagor will not apply for nor avail itself of any injunction or stay proceedings, nor plead nor in any way take advantage of any valuation law, apportionment law, appraisement law, stay law, or any other law now in force or hereafter enacted, which may in any way alter, impair or impede the rights or remedies of the Lumber Company or the bondholders hereunder, or which shall affect or change the time, place, means or mode of perfecting or enforcing such rights or remedies; and it is hereby expressly waived all benefit and advantage of any and all such laws, and also all right and equity of redemption in case of foreclosure sale hereunder by judicial proceedings or under power of sale as herein provided.

7. The Mortgagor will permit the Lumber Company at all reasonable times to inspect the mortgaged property, or any part thereof; but the Mortgagor need pay for only one such inspection in any calendar year, except that in case of damage to any of the mortgaged property, or in case of any existing default hereunder by the Mortgagor, the Mortgagor will pay for as many inspections as the Lumber Company deems necessary. The Mortgagor will keep proper books of record and account showing fully and correctly all dealings and transactions regarding its business and affairs, which books at all reasonable times shall be open to the inspection of the Lumber Company.

Article III

I. So long as the Mortgagor strictly complies

Next Page