

After recording return to:  
Farm Credit Services  
PO Box 307  
Mount Vernon, WA 98273



199909100023

Kathy Hill, Skagit County Auditor  
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199908260029

Kathy Hill, Skagit County Auditor  
8/26/1999 Page 1 of 2 8:47:21AM

*Document re-recorded to add  
legal description - (Exhibit A)*

**MEMORANDUM OF LOAN MODIFICATION AGREEMENT**

James M. Posey and Darla C. Posey, husband and wife, and Bette J. Johnson, Executrix of the Estate of James H. Posey ("Borrower"), whose address is 853 Chuckanut Drive, Bow, Washington, 98232, and Northwest Farm Credit Services, ACA, whose address is PO Box 2515, Spokane, Washington, 99220 ("Lender") entered into that certain Loan Modification Agreement signed on 8/20/99 ("Agreement") to amend the Note dated June 6, 1995, and any amendments thereto (the "Original Note") and Mortgage dated June 6, 1995, recorded on June 7, 1995, as Instrument No(s). 95060070076 in Book 1445, Page 0618, records of Skagit County(ies), State of Washington, and any amendments thereto (the "Loan Documents"), encumbering the real and/or personal property described therein, reference to which is made for the terms and the description of property. This Memorandum is an abstract of the Agreement. The Agreement provides for the indexing and adjustment of the interest rate, payment terms or balance due on the obligation evidenced by the Original Note and Loan Documents. The Agreement extends the final maturity date to November 1, 2015. The Original Note as amended by the Agreement is hereinafter referenced as the "Note." The interest rate, payment terms or balance due under the Note and Loan Documents may be indexed, adjusted, renewed or renegotiated.

The legal description of the property to which this Agreement applies is attached hereto and incorporated herein as Exhibit "A."

Dated: 8/20/99

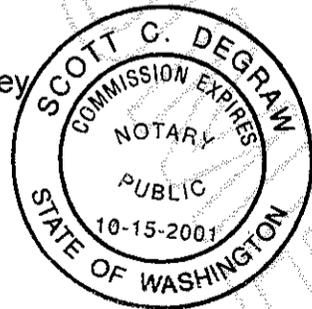
*James M. Posey*  
James M. Posey

Northwest Farm Credit Services, ACA  
*Scott Delf*  
Authorized Agent

*Darla C. Posey*  
Darla C. Posey

*Bette J. Johnson*  
Bette J. Johnson, Executrix of the Estate of James H. Posey

State of Washington )  
  : ss.  
County of Skagit )

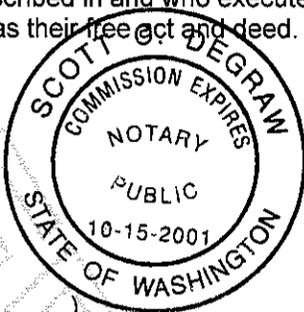


On this 20 day of August, 1999 before me personally appeared James M. Posey, known to me to be the person(s) described in and who executed the within instrument, and acknowledged that they executed the same as their free act and deed.

*Scott Delf*  
Notary Public for the State of WA  
Residing at Mt. Vernon  
My Commission Expires 10-15-2001

State of Washington )  
: ss.  
County of Skagit )

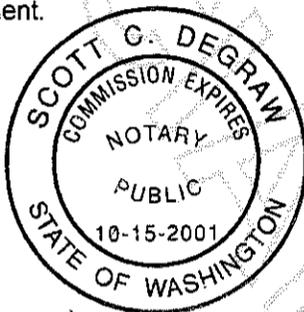
On this 20 day of August, 1999 before me personally appeared Darla C. Posey, known to me to be the person(s) described in and who executed the within instrument, and acknowledged that they executed the same as their free act and deed.



Scott DeGraw  
Notary Public for the State of WA  
Residing at Mt. Vernon  
My Commission Expires 10-15-2001

State of Washington )  
: ss.  
County of Skagit )

On this 20 day of August, 1999 before me personally appeared Bette J. Johnson, to me known to be the individual who executed the foregoing instrument as Executrix of the Estate of James H. Posey, deceased, for the uses and purposes therein mentioned, and on oath stated that he/she was authorized to execute said instrument.



Scott DeGraw  
Notary Public for the State of WA  
Residing at Mt. Vernon  
My Commission Expires 10-15-2001

State of Washington )  
: ss.  
County of Skagit )

On this 20th day of August, 1999 before me personally appeared Scott DeGraw, known to me to be an authorized agent of the corporation that executed the within instrument, and acknowledged that such corporation executed the same as its free act and deed; and on oath stated that he/she was authorized to execute said instrument.



Corrine Reynolds  
Notary Public for the State of WA  
Residing at Lalorner  
My Commission Expires 7-9-2001



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EXHIBIT "A"

PARCEL "A":

The Northeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$ , EXCEPT the North 62 rods thereof, and part of the Southeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$ , described as follows:

Beginning at the Northeast corner of said Southeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$ ;  
thence South on the East line of said Southeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$ , 20 rods;  
thence West to the West line of said Southeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$ ;  
thence North to the Northwest corner of said Southeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$ ;  
thence East to the point of beginning, all in Section 14, Township 35 North, Range 3 East, W.M.,

EXCEPT the North 130 feet of the East 130 feet of the South 496 feet of the following described tract:

The Northeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$  and the North 20 rods of the Southeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$  of Section 14, Township 35 North, Range 3 East, W.M.,

ALSO EXCEPT the East 30 feet of said tract conveyed to Skagit County for road purposes by deed recorded May 5, 1898, under Auditor's File No. 28466.

Situate in the County of Skagit, State of Washington.

PARCEL "B":

Also, the East  $\frac{1}{2}$  of the Southeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$ , EXCEPT the North 330 feet thereof and the East  $\frac{1}{2}$  of the North 330 feet of the Northeast  $\frac{1}{4}$  of the Southeast  $\frac{1}{4}$  of Section 14, Township 35 North, Range 3 East, W.M., EXCEPT the East 150 feet of the North 280 feet of said portion of said Southeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$  lying West of the County road running along the East side of said subdivision, ALSO EXCEPT the East 30 feet of said tract conveyed to Skagit County for road purposes by deed recorded May 5, 1898, under Auditor's File No. 28466.

Situate in the County of Skagit, State of Washington.

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DESCRIPTION CONTINUED:

PARCEL "C":

The West  $\frac{1}{2}$  of the Southeast  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$ , EXCEPT the North 330 feet thereof, and that portion of the West  $\frac{1}{2}$  of the North 330 feet of the Northeast  $\frac{1}{4}$  of the Southeast  $\frac{1}{4}$ , lying Easterly of the State Highway, all in Section 14, Township 35 North, Range 3 East, W.M., EXCEPT that portion of the North 330 feet of the Northeast  $\frac{1}{4}$  of the Southeast  $\frac{1}{4}$  of Section 14, Township 35 North, Range 3 East, W.M., lying Northeasterly of the State Highway, described as follows:

Beginning at the intersection of the South line of said North 330 feet of said Northeast  $\frac{1}{4}$  of the Southeast  $\frac{1}{4}$  with the East line of said State Highway;  
thence East along said South line a distance of 350 feet;  
thence North 160 feet;  
thence West parallel with said South line of the said North 330 feet to the East line of said State Highway;  
thence Southeasterly along said Northeasterly line to the point of beginning.

Situate in the County of Skagit, State of Washington.

PARCEL "D":

That portion of the Southwest  $\frac{1}{4}$  of the Northeast  $\frac{1}{4}$  of Section 14, Township 35 North, Range 3 East, W.M., described as follows:

Beginning at a point on the East line of said subdivision that is 330 feet North of the Southeast corner thereof;  
thence West to the East line of the State Highway;  
thence Southeasterly along said East line of the highway to the East line of said subdivision;  
thence North to the point of beginning.

Situate in the County of Skagit, State of Washington.

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DESCRIPTION CONTINUED:

PARCEL "E":

That portion of the North 330 feet of the Northeast  $\frac{1}{4}$  of the Southeast  $\frac{1}{4}$  of Section 14, Township 35 North, Range 3 East, W.M., lying Northeasterly of the State Highway, described as follows:

Beginning at the intersection of the South line of said North 330 feet of said Northeast  $\frac{1}{4}$  of the Southeast  $\frac{1}{4}$  with the East line of said State Highway;  
thence East along said South line a distance of 350 feet;  
thence North 160 feet;  
thence West parallel with said South line of the said North 330 feet to the East line of said State Highway;  
thence Southeasterly along said Northeasterly line to the point of beginning.

Situate in the County of Skagit, State of Washington.

Tax Account No.

350314-0-011-0007; 350314-1-002-0006; 340314-1-002-0105;  
350314-1-008-0000; 350314-1-008-0109; 350314-1-009-0009;  
350314-4-001-0001



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