



199909210141

Kathy Hill, Skagit County Auditor

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When Recorded Return To:

Island Title Company
839 South Burlington Blvd. P.O. Box 670
Burlington, WA 98233

Escrow No. BE-3402

ISLAND TITLE CO. SUBORDINATION AGREEMENT

SB-15162 ✓

NOTICE: THIS SUBORDINATION AGREEMENT RESULTS IN YOUR SECURITY INTEREST IN THE PROPERTY BECOMING SUBJECT TO AND OF LOWER PRIORITY THAN THE LIEN OF SOME OTHER OR LATER SECURITY INSTRUMENT.

The undersigned subordinator and owner agrees as follows:

1. WILLIAM L. MASSEY and KATHLEEN A. MASSEY, his wife, as to an undivided 50% interest; RICHARD D. ALMBERG, as his separate estate, as to an undivided 20% interest; RALPH T. NUNN and ROSALIE L. NUNN, husband and wife, as to an undivided 20% interest and JOHN RIENTJES and ALICE RIENTJES, his wife as to an undivided 10% interest, referred to herein as "subordinator", is the owner and holder of a mortgage dated October 11, 1993, which is recorded under Auditor's File No. 9310150075, *records of Skagit County, Washington, *AND MODIFIED UNDER AF#199909210140
2. FRONTIER BANK, referred to herein as "lender", is the owner and holder of a mortgage dated SEPTEMBER 10, 1999, executed by LAZY HAZEL, L.L.C., a Washington Limited Liability Company, (which is recorded under Auditor's File No. 199909210138, records of Skagit County, Washington), (which is to be recorded concurrently herewith).
3. LAZY HAZEL L.L.C., referred to herein as "owner", is the owner of all the real property described in the mortgage identified above in paragraph 2.
4. In consideration of benefits to subordinator from owner, receipt and sufficiency of which is hereby acknowledged, and to induce lender to advance funds under its mortgage and all agreements in connection therewith, the subordinator does hereby unconditionally subordinate the lien of his mortgage identified in Paragraph 1 above to the lien of lender's mortgage identified in Paragraph 2 above, and all advances or charges made or accruing thereunder including any extension or renewal thereof.
5. Subordinator acknowledges that, prior to the execution hereof, he has had the opportunity to examine the terms of lender's mortgage, note and agreements relating thereto, consents to and approves same, and recognizes that lender has no obligation to subordinator to advance any funds under its mortgage or see to the application of lender's mortgage funds and any application or use of such funds for purposes other than those provided for in such mortgage, note or agreements shall not defeat the subordination herein made in whole or in part.
6. It is understood by the parties hereto that lender would not make the loan secured by the mortgage in Paragraph 2 without this agreement.
7. This agreement shall be the whole and only agreement between the parties hereto with regard to the subordination of the lien or charge of the mortgage first above mentioned to the lien or charge of the mortgage in favor of lender above referred to and shall supersede and cancel any prior agreements as to such, or any, subordination including, but not limited to, those provisions, if any, contained in the mortgage first above mentioned, which provide for the subordination of the lien or charge thereof to a mortgage or mortgages to be thereafter executed.
8. The heirs, administrators, assigns and successors in interest of the subordinator shall be bound by this agreement. Where the word "mortgage" appears herein, it shall be considered as "Deed of Trust" and gender and number of pronouns considered to conform to the undersigned.

Dated: September 10, 1999

NOTICE: THIS SUBORDINATION AGREEMENT CONTAINS A PROVISION WHICH ALLOWS THE PERSON OBLIGATED ON YOUR REAL PROPERTY SECURITY TO OBTAIN A LOAN, A PORTION OF WHICH MAY BE EXPENDED FOR OTHER PURPOSES THAN IMPROVEMENT OF THE LAND. IT IS RECOMMENDED THAT, PRIOR TO THE EXECUTION OF THIS SUBORDINATION AGREEMENT, THE PARTIES CONSULT WITH THEIR ATTORNEYS WITH RESPECT THERETO.

Jennifer Lind
JENNIFER LIND

Thomas Rowe
THOMAS ROWE

SEE ATTACHED FOR ADDITIONAL SIGNATURES

State of Washington
County of Skagit

} ss.

I certify that I know or have satisfactory evidence that JENNIFER LIND AND THOMAS ROWE is/are the person(s) who appeared before me, and said person(s) acknowledged that THEY signed this instrument, on oath stated that THEY ARE authorized to execute the instrument and acknowledged it as MANAGING PARTNERS OF LAZY HAZEL L.L.C of to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated: September 13, 1999

Marcie K. Paleck
MARCIE K. PALECK

Notary Public in and for the State of Washington, residing at Mount Vernon
My appointment expires: Oct. 15, 2000



William L. Massey
William L. Massey

Kathleen A. Massey
Kathleen A. Massey

Richard D. Almberg
Richard D. Almberg

Ralph T. Nunn
Ralph T. Nunn

Rosalie L. Nunn
Rosalie L. Nunn

John Rientjes
John Rientjes

Alice Rientjes
Alice Rientjes



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STATE OF Washington)
) ss.
COUNTY OF Island)

On this day personally appeared before me Richard D. Alberg

to me known to be the individual(s) described in and who executed the within and foregoing instrument and acknowledged to me that ~~he~~/she/they signed the same as ~~his~~/her/their free and voluntary act and deed for the purposes therein mentioned.

Given under my hand and official seal this 16th day of September, 1999

Rita Keating Rita Keating
Notary Public in and for the State of Washington,
residing at Freeland

My appointment expires: 11-04-02



STATE OF Washington)
) ss.
COUNTY OF Island)

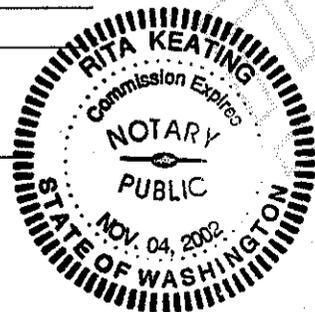
On this day personally appeared before me John Rientjes

to me known to be the individual(s) described in and who executed the within and foregoing instrument and acknowledged to me that he/she/they signed the same as his/her/their free and voluntary act and deed for the purposes therein mentioned.

Given under my hand and official seal this 16th day of September, 1999

Rita Keating Rita Keating
Notary Public in and for the State of Washington,
residing at Freeland

My appointment expires: 11-04-02



199909210141

Kathy Hill, Skagit County Auditor

STATE OF Washington)
) ss.
COUNTY OF Island)

On this day personally appeared before me Alice Rientjes
to me known to be the individual(s) described in and who executed the within and
foregoing instrument and acknowledged to me that he/~~she~~/they signed the same as
his/~~her~~/their free and voluntary act and deed for the purposes therein mentioned.

Given under my hand and official seal this 16th day of September, 1999

Rita Keating Rita Keating
Notary Public in and for the State of Washington
residing at Freeland

My appointment expires: 11-04-02



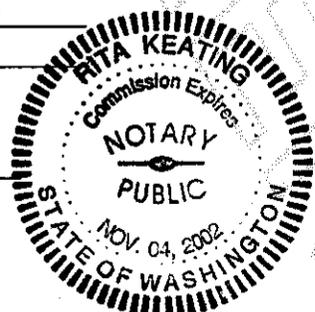
STATE OF Washington)
) ss.
COUNTY OF Island)

On this day personally appeared before me Ralph T. Nunn and Rosalie L. Nunn
to me known to be the individual(s) described in and who executed the within and
foregoing instrument and acknowledged to me that he/~~she~~/they signed the same as
his/~~her~~/their free and voluntary act and deed for the purposes therein mentioned.

Given under my hand and official seal this 17th day of September, 1999

Rita Keating Rita Keating
Notary Public in and for the State of Washington
residing at Freeland

My appointment expires: 11-04-02



199909210141

Kathy Hill, Skagit County Auditor

STATE OF Washington)
) ss.
COUNTY OF Island)

On this day personally appeared before me _____
Kathleen A. Massey

to me known to be the individual(s) described in and who executed the within and foregoing instrument and acknowledged to me that he/she/they signed the same as his/her/their free and voluntary act and deed for the purposes therein mentioned.

Given under my hand and official seal this 17th day of September, 1999

Rita Keating Rita Keating
Notary Public in and for the State of Washington
residing at Freeland

My appointment expires: 11-04-02



STATE OF Washington)
) ss.
COUNTY OF Island)

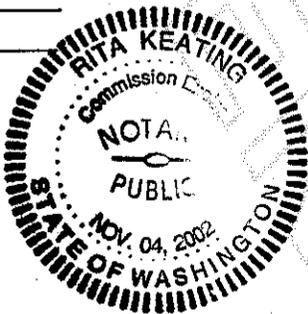
On this day personally appeared before me _____
William L. Massey

to me known to be the individual(s) described in and who executed the within and foregoing instrument and acknowledged to me that he/she/they signed the same as his/her/their free and voluntary act and deed for the purposes therein mentioned.

Given under my hand and official seal this 17th day of September, 1999

Rita Keating Rita Keating
Notary Public in and for the State of Washington
residing at Freeland

My appointment expires: 11-04-02



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