



199911220041

Kathy Hill, Skagit County Auditor

11/22/1999 Page 1 of 2 11:18:52AM

WHEN RECORDED RETURN TO

Name **First American Title of Skagit County**
Address **160 Cascade Place Suite 104, Burlington, WA 98233**
City, State, Zip
B60721
Filed for Record at Request of **First American Title of Skagit County**

ORIGINAL Subordination Agreement

FIRST AMERICAN TITLE CO.
B60721

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.

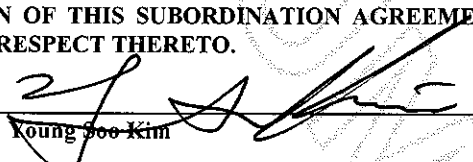
The undersigned subordinator and owner agrees as follows:

1. **Young Soo Kim** referred to herein as "subordinator", is the owner and holder of a mortgage dated **November 15, 1999**, which is recorded in volume _____ of Mortgages, page _____, under auditor's file No. *** 19991170079**, records of **Skagit County**.
2. **Peoples Bank** referred to herein as "lender", is the owner and holder of a mortgage dated **11-12-99**, executed by **LANDED GENTRY DEVELOPMENT INC.** (which is recorded in volume _____ of Mortgages, page _____, under auditor's file No. **19991170078** records of **Skagit County**) (which is to be recorded concurrently herewith).
3. **LANDED GENTRY DEVELOPMENT INC., A Washington Corporation** 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 supercede 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 undersigned.

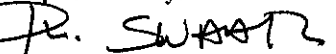
Executed this **15th** day of **November, 1999**

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.


Landed Gentry Development Inc. By: **Kendall D. Gentry**,
President


Young Soo Kim

Peoples Bank By:

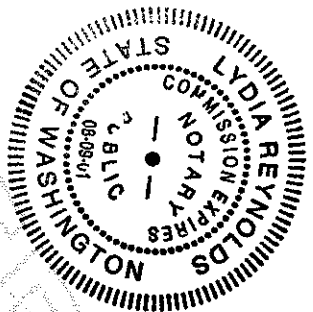

R. SWARTZ

STATE OF WASHINGTON
COUNTY OF Skagit

} SS

I certify that I know or have satisfactory evidence that **Young Soo Kim** is the person who appeared before me, and said person acknowledged it to be his free and voluntary act for the uses and purposes mentioned in this instrument.

Dated: 11-15-99



Lydia Reynolds

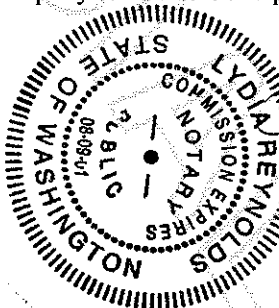
Lydia Reynolds
Notary Public in and for the State of Washington
Residing at Mount Vernon
My appointment expires: August 9, 2001

STATE OF WASHINGTON
COUNTY OF Skagit

} SS

I certify that I know or have satisfactory evidence that **Kendall D. Gentry** is the person who appeared before me, and said person acknowledged that he signed this instrument, on oath stated that he is authorized to execute the instrument and acknowledged it as the **President of Landed Gentry Development Inc.** to be the free and voluntary act of such party for the uses and purposes mentioned in this instrument.

Dated: 11-15-99



Lydia Reynolds

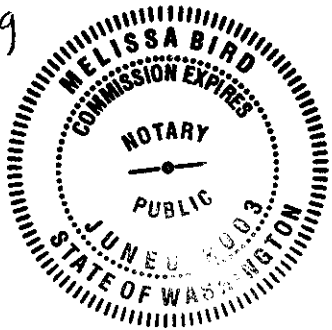
Lydia Reynolds
Notary Public in and for the State of Washington
Residing at Mount Vernon
My appointment expires: August 9, 2001

STATE OF WASHINGTON
COUNTY OF Skagit

} SS

I certify that I know or have satisfactory evidence that Philippe S. L. Swaab is the person who appeared before me, and said person acknowledged that He signed this instrument, on oath stated that He's authorized to execute the instrument and acknowledged it as the Vice President of **Peoples Bank** to be the free and voluntary act of such party for the uses and purposes mentioned in this instrument.

Dated: 11-17-99



Melissa Bird

Notary Public in and for the State of Washington
Residing at Ferndale
My appointment expires: 6-8-2003

