

WHEN RECORDED RETURN TO:

Name: WASHINGTON FEDERAL SAVINGS  
Address: PO BOX 1020  
City, State, Zip OAK HARBOR WA 98277



200002170068

Kathy Hill, Skagit County Auditor  
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## Chicago Title Insurance Company

~~ISLAND TITLE COMPANY~~

A19374✓

### SUBORDINATION AGREEMENT

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. MARINE HEIGHTS, LLC referred to herein as "subordinator", is the owner and holder of a mortgage dated October 29, 19 99 which is recorded in volume \_\_\_\_\_ of Mortgages, page \_\_\_\_\_, under auditor's file No. 199910290360 records of Skagit County.
2. Washington Federal Savings referred to herein as "lender" is the owner and holder of the mortgage dated February 11, 19 2000 executed by Paul Bodin Construction, Inc. (which is recorded in volume \_\_\_\_\_ of Mortgages, page \_\_\_\_\_, under auditor's file no. 200002170066 records of Skagit County) (which is to be recorded concurrently herewith) 200002170066 \*  
\* AND under auditor's file no. 200002170067
3. Paul Bodin Construction Inc. 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 undersigned.

Executed this 14<sup>th</sup> day of FEBRUARY 19 2000

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.

PAUL BODIN CONSTRUCTION, INC.

BY: Palmer Bodin, President

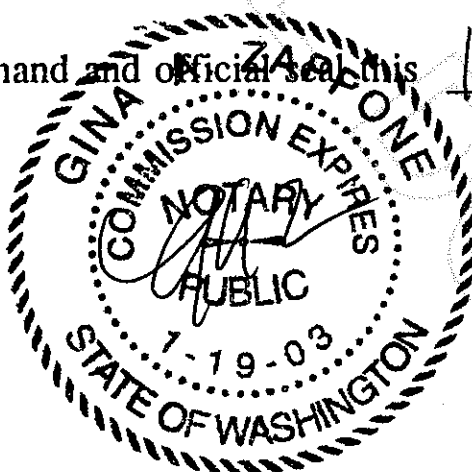
MARINE HEIGHTS LLC

By Barry F. Owen, Member

STATE OF WASHINGTON  
COUNTY OF King

I certify that I know or have satisfactory evidence that Barry F. Owen  
is/are the person(s) who appeared before me, and said person(s) acknowledged that  
he signed this instrument, on oath state that  
he was authorized to execute the instrument and acknowledge  
it as Member  
of Marine Heights LLC to be  
the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Given under my hand and official seal this 14<sup>th</sup> day of February, 2000.



Gina A. Zappone  
Notary Public in and for the State of Washington.  
Name printed GINA A ZAPPONE  
Residing at MIRUK ISLAND  
My commission expires 1-19-03

STATE OF WASHINGTON )  
 ) ss.  
COUNTY OF ISLAND )

I certify that I know or have satisfactory evidence that Palmer Bodin

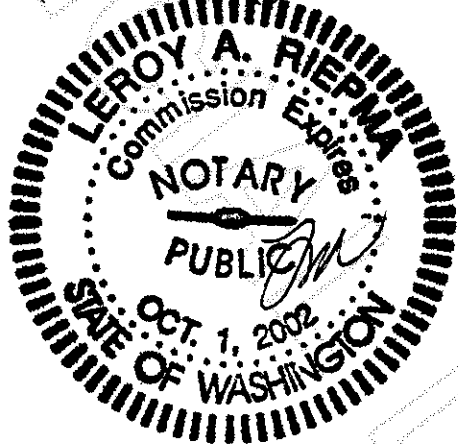
[Name(s) of person(s)]

is/are the person(s) who appeared before me, and said person(s) acknowledged that (he/she/they) signed  
this instrument, on oath stated that (he/she/they) was/were authorized to execute the instrument and  
acknowledged it as the President


(Type of Authority, e.g., Officer, Trustee)  
of PAUL BODIN CONSTRUCTION, INC.  
(Name of the Party on Behalf of Whom the Instrument was Executed)  
to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated: 2-16-00

(Seal or Stamp)



Leroy A. Riepma  
(Signature)  
Notary Public in and for the State of Washington,  
residing at Oak Harbor  
My commission expires 10-1-02

  
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Kathy Hill, Skagit County Auditor  
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