

RETURN ADDRESS:

PACIFICA BANK
10900 N.E. 4TH STREET, SUITE 200
BELLEVUE, WA 98004



200008180025

Kathy Hill, Skagit County Auditor
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FIRST AMERICAN TITLE CO

MODIFICATION OF DEED OF TRUST

A 61268

Reference # (if applicable): 200001310093

Additional on page _____

Grantor(s):

1. ISLAND DEVELOPMENT, LLC

Grantee(s)/Assignee/Beneficiary:

PACIFICA BANK, Beneficiary

First American Title Company of Skagit County, Trustee

Legal Description: LOTS 11-20, BLOCK 213 AND LOTS 1-10,
BLOCK 214, "CITY OF ANACORTES"

Additional on page _____

Assessor's Tax Parcel ID#: 3772-213-020-0005 R56273 AND 3772-214-010-0005 R56274

THIS MODIFICATION OF DEED OF TRUST IS DATED AUGUST 11, 2000, BETWEEN ISLAND DEVELOPMENT, LLC, whose address is 14004 BIZ POINT LANE, ANACORTES, WA 98221, A WASHINGTON LIMITED LIABILITY COMPANY (referred to below as "Grantor"); ; and PACIFICA BANK (referred to below as "Lender"), whose address is 10900 N.E. 4TH STREET, SUITE 200, BELLEVUE, WA 98004.

MODIFICATION OF DEED OF TRUST
(Continued)

DEED OF TRUST. Grantor and Lender have entered into a Deed of Trust dated January 27, 2000 (the "Deed of Trust") recorded in Skagit County, State of Washington as follows:

RECORDED ON JANUARY 31, 2000, AS DOCUMENT NUMBER 200001310093, RECORDS OF KING COUNTY, WASHINGTON

REAL PROPERTY DESCRIPTION. The Deed of Trust covers the following described real property (the "Real Property") recorded in Skagit County, State of Washington:

PARCEL "A": LOTS 11 THROUGH 20, INCLUSIVE, BLOCK 213, "MAP OF THE CITY OF ANACORTES", SKAGIT COUNTY, WASHINGTON", AS PER PLAT RECORDED IN VOLUME 2 OF PLATS, PAGE 4, RECORDS OF SKAGIT COUNTY, WASHINGTON

PARCEL "B": LOTS 1 THROUGH 10, BLOCK 214, "MAP OF THE CITY OF ANACORTES", AS PER PLAT RECORDED IN VOLUME 2 OF PLATS, PAGE 4, RECORDS OF SKAGIT COUNTY, WASHINGTON

The Real Property or its address is commonly known as 14004 BIZ POINT LANE, ANACORTES, WA 98221. The Real Property tax identification number is 3772-213-020-0005 R56273 AND 3772-214-010-0005 R56274.

MODIFICATION. Grantor and Lender hereby modify the Deed of Trust as follows:

The word "Note" is amended to read: The Note dated August 11, 2000, in the original principal amount of \$431,750.00 from Borrower to Lender, together with all renewals, extensions, modifications, refinancings, and substitutions for the Note

CONTINUING VALIDITY. Except as expressly modified above, the terms of the original Deed of Trust shall remain unchanged and in full force and effect. Consent by Lender to this Modification does not waive Lender's right to require strict performance of the Deed of Trust as changed above nor obligate Lender to make any future modifications. Nothing in this Modification shall constitute a satisfaction of the promissory note or other credit agreement secured by the Deed of Trust (the "Note"). It is the intention of Lender to retain as liable all parties to the Deed of Trust and all parties, makers and endorser to the Note, including accommodation parties, unless a party is expressly released by Lender in writing. Any maker or endorser, including accommodation makers, shall not be released by virtue of this Modification. If any person who signed the original Deed of Trust does not sign this Modification, then all persons signing below acknowledge that this Modification is given conditionally, based on the representation to Lender that the non-signing person consents to the changes and provisions of this Modification or otherwise will not be released by it. This waiver applies not only to any initial extension or modification but also to all such subsequent actions.

EACH GRANTOR ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS MODIFICATION OF DEED OF TRUST, AND EACH GRANTOR AGREES TO ITS TERMS.

GRANTOR:

By: Charles H. Barefield
CHARLES H. BAREFIELD, MANAGER/MEMBER

By: Vincent F. Ventimiglia
VINCENT F. VENTIMIGLIA, MEMBER

By: John R. Cox
JOHN R. COX, MEMBER

LENDER:

PACIFICA BANK

By: Stephanie Hagan
Authorized Officer

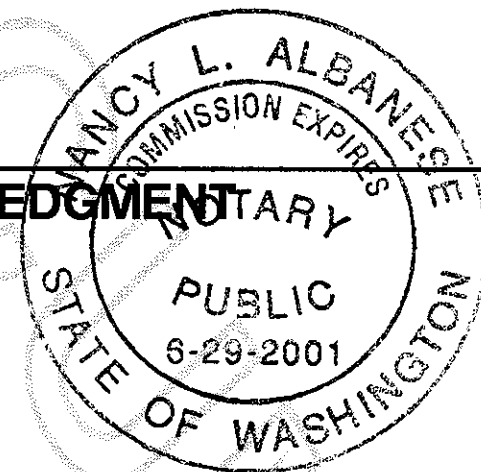
LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

STATE OF Washington)
COUNTY OF Skagit) SS

On this 17 day of August, 2000, before me, the undersigned Notary Public, personally appeared **CHARLES H. BAREFIELD, MANAGER/MEMBER; JOHN R. COX, MEMBER; and VINCENT F. VENTIMIGLIA, MEMBER**, and personally known to me or proved to me on the basis of satisfactory evidence to be members or designated agents of the limited liability company that executed the Modification of Deed of Trust and acknowledged the Modification to be the free and voluntary act and deed of the limited liability company, by authority of statute, its articles of organization or its operating agreement, for the uses and purposes therein mentioned, and on oath stated that they are authorized to execute this Modification and in fact executed the Modification on behalf of the limited liability company.

By: Nancy L. Albanese
Notary Public in and for the State of WA

Residing at Anacortes
My commission expires 6-29-2001



LENDER ACKNOWLEDGMENT

STATE OF _____)

) SS

COUNTY OF _____)

On this _____ day of _____, 20____, before me, the undersigned Notary Public, personally appeared _____, and personally known to me or proved to me on the basis of satisfactory evidence to be the _____, authorized agent for the Lender that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of the said Lender, duly authorized by the Lender through its board of directors or otherwise, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this said instrument and that the seal affixed is the corporate seal of said Lender.

By _____

Residing at _____

Notary Public in and for the State of _____

My commission expires _____

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Kathy Hill, Skagit County Auditor

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