

WHEN RECORDED RETURN TO:

Name: ISLAND TITLE COMPANY
Address: P. O. BOX 1228
City, State, Zip Anacortes, WA 98221



200010030087
, Skagit County Auditor
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Island Title Company

SA19946 ✓

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. William W. Boles, Trustee of the William W. Boles Trust referred to herein as "subordinator", is the owner and holder of a mortgage dated September 25, ~~XX~~^{YY} 2000 which is recorded in volume N/A of Mortgages, page N/A, under auditor's file No. 200010030086 records of Skagit County.
2. U.S. BANK referred to herein as "lender" is the owner and holder of the mortgage dated September 25 / ~~19~~²⁰ 2000, executed by Barbara A. * (which is recorded in volume N/A of Mortgages, page N/A, under auditor's file no. 200010030095, records of Skagit County) (which is to be recorded concurrently herewith).
Selfridge & Terry S. Selfridge, husband & wife
3. Terry S. Selfridge and Barbara Y. Selfridge 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 28th day of September, ~~19~~²⁰ 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.

William W. Boles

William W. Boles, Trustee of the William W. Boles Trust

STATE OF WASHINGTON

COUNTY OF _____

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

DATED: _____

Notary Public

My appointment expires

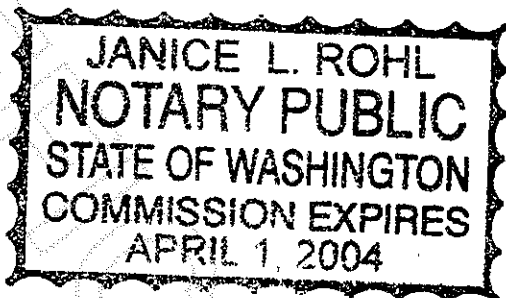
A-7 -Individual Capacity

STATE OF WASHINGTON

COUNTY OF Snohomish

I certify that I know or have satisfactory evidence that
William W. boles is
the person who appeared before me, and said person acknowledged that
_____ he _____ signed this instrument, on oath stated that
_____ he _____ was authorized to execute the instrument and acknowledged it
as Trustee
of Willam W. Boles Trust
to be the free and voluntary act of such party for the uses and purposes mentioned in the
instrument.

DATED: September 28, 2000



Janice L. Rohl
Notary Public
Janice L. Rohl
My appointment expires
4-1-04

A-7 -Representative Capacity

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