

WHEN RECORDED RETURN TO:

Name: Island Title Company
Address: P.O. Box 670
City, State, Zip: Burlington, WA 98233



200010120096

, Skagit County Auditor

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Island Title Company

BE-3659

SUBORDINATION AGREEMENT

ISLAND TITLE CO.
B16845 ✓

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. USAgencies Credit Union referred to herein as "subordinator", is the owner and holder of a Deed of Trust dated October 5, 2000, in the amount of \$18,200.00 which is recorded in volume _ of Mortgages, page _____, under auditor's file No. 200010120095 records of Skagit County, Washington.
2. Fleet National Bank. referred to herein as "lender" is the owner and holder of the Deed of Trust dated October 5, 2000, in the amount of \$145,600.00 executed by JAMES R. TURNER and LINDA K. TURNER, husband and wife which is recorded in volume _____ of Mortgages, page _____, under auditor's file no. 200010120094, records of Skagit County, Washington (which is to be recorded concurrently herewith).
3. JAMES R. TURNER and LINDA K. TURNER, husband and wife 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 11 day of October, 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.

USAgencies Credit Union

James R. Turner
JAMES R. TURNER - Owner

Boiene F. Andrews
- Lender

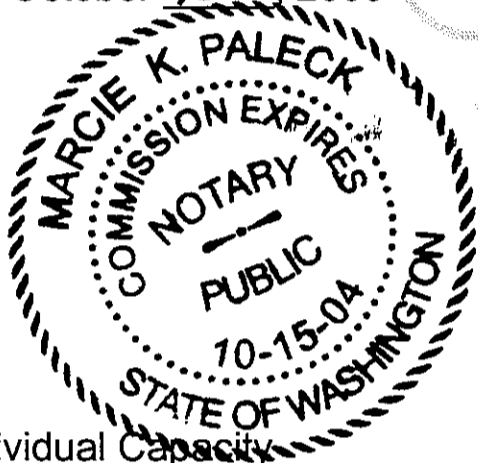
Linda K. Turner
LINDA K. TURNER - Owner

STATE OF WASHINGTON

COUNTY OF SKAGIT

I certify that I know or have satisfactory evidence that JAMES K. TURNER and LINDA K. TURNER is/are the person who appeared before me, and said person acknowledged that he/she/they signed this instrument and acknowledged it to be his/her/their free and voluntary act for the uses and purposes mentioned in the instrument.

DATED: October 10th 2000



Marcie K. Paleck
Marcie K. Paleck
Notary Public for the State of Washington
Residing in Mount Vernon
My appointment expires October 15, 2000

A-7 -Individual Capacity



200010120096
Skagit County Auditor

STATE OF OREGON)
) SS.
COUNTY OF MULTONOMAH)

On this 11th day of October, 2000, before me, the undersigned, a Notary Public in and for the State of ~~Washington~~ Oregon, duly commissioned and sworn, personally appeared Bozena K. Andrews

to me known to be the authorized signor of USAgencies Credit Union

the corporation that executed the foregoing instrument, and acknowledged the said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath, stated that she is/are authorized to execute the said instrument and that the seal affixed is the corporate seal of said corporation.

Witness my hand and official seal hereto affixed the day and year first above written.

Kristell A. Ellis
Notary Public in and for the State of Oregon,
residing at Gresham, OR

My appointment expires: 2-14-03



EXHIBIT "A"

Lot 2, CITY OF SEDRO-WOOLLEY SHORT PLAT NO. SW-02-95, approved December 11, 1995, and recorded December 13, 1995, in Volume 12 of Short Plats, page 49, under Auditor's File No. 9512130069, records of Skagit County, Washington; being a portion of Lot 1, City of Sedro-Woolley Short Plat No. SW-03-89, approved November 6, 1989, and recorded November 15, 1989, in Volume 8 of Short Plats, page 187, under Auditor's File No. 8911150003, records of Skagit County, Washington; being a portion of Government Lot 2 in Section 18, Township 35 North, Range 5 East of the Willamette Meridian.

Situated in Skagit County, Washington.

- END OF EXHIBIT "A" -



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