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When Recorded, Return To: Michael L. Lewis 506 Main Mount Vernon, WA 98273

CANCELLATION OF LEASE

The undersigned, William E. Colvin and Gladys C. Colvin, husband and wife, as Lessor, and Paul Rosasco, Louis Dailly and Stephen Olsen as Lessee hereby cancel and terminate that certain Farm Lease dated December 1, 1999, covering approximately five (5) tillable acres described as "the farmable land situated at 43031/43095 Challenger Road in Concrete, WA.

This cancellation is executed in consideration of the sale of the subject property (see attached Schedule A-1 for legal description) between Lessor and Lessees, which sale is to be closed simultaneously with the cancellation of this Lease and said cancellation is contingent upon closing of the sale.

DATED this 8th day of May, 2001.

LOUIS DAILLY

PANL ROSASOO

Schedule "A-1"

P-96128

DESCRIPTION:

Government Lot 4, Section 8, Township 35 North, Range 8 East, W.M.,

EXCEPT that portion conveyed to the Seattle and Northern Railway Company by deed recorded March 24, 1919, in Volume 41 of Deeds, page 19;

ALSO EXCEPT that portion conveyed to the State of Washington by deed recorded October 28, 1949, under Auditor's File No. 437453;

ALSO EXCEPT that portion lying within the as-built and existing right-of-way for Challenger Road;

ALSO EXCEPT that portion, if any, conveyed to Simpson Properties by deed recorded November 29, 1976, under Auditor's File No. 846581;

TOGETHER WITH that portion, if any, of Government Lot 5, Section 8, Township 35 North, Range 8 East, W.M., conveyed in instrument recorded November 29, 1976, under Auditor's File No. 846582.

Situate in the County of Skagit, State of Washington.

Including Statler 72 Mobile Home 60 \times 24.

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