

WHEN RECORDED RETURN TO:

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



200105150149
, Skagit County Auditor

5/15/2001 Page 1 of 2 3:51:55PM

Island Title Company

BE-4727

B17829 ✓

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. Skagit County, a political subdivision of Washington State referred to herein as "subordinator", is the owner and holder of a Note and Mortgage/Deed of Trust dated March 21, 2000, in the amount of \$6,175.00 which is recorded under auditor's file No. 200003220017, records of Skagit County, Washington.
2. Wells Fargo Home Mortgage, Inc., referred to herein as "lender" is the owner and holder of the Deed of Trust dated May 1, 2001, in the amount of \$163,850.00 executed by JILL STANTON SKEELS, as a ~~single person~~ married person, as her separate estate which is recorded in volume _____ of Mortgages, page ___, under auditor's file no. 200105150147, records of Skagit County, Washington (which is to be recorded concurrently herewith).
3. JILL STANTON SKEELS, a ~~single person~~ ^{**} referred to herein as "owner", is the owner of all the real property described in the mortgage identified above in Paragraph 2.
**married person, as her separate estate
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 11th day of May, 2001.

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.

SKAGIT COUNTY

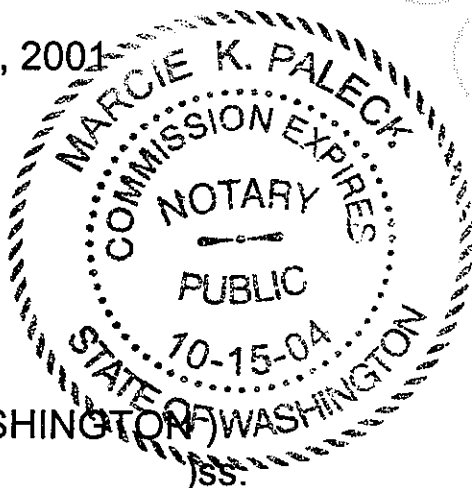
Jill Stanton Skeels
JILL STANTON SKEELS – Owner

Clyde Williams
Clyde Williams Financial Administrator,
Water Quality Loans

STATE OF WASHINGTON
COUNTY OF SKAGIT

I certify that I know or have satisfactory evidence that JILL STANTON SKEELS 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: May 11, 2001



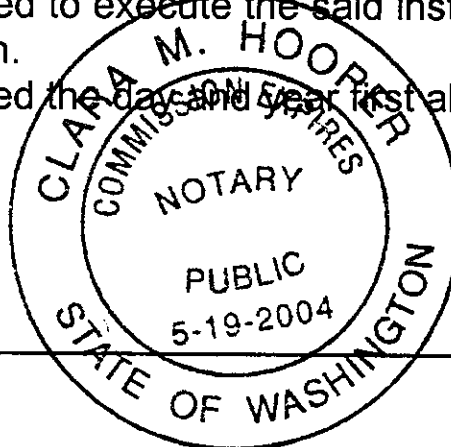
Marcie K. Paleck
Marcie K. Paleck
Notary Public for the State of Washington
Residing in Mount Vernon
My appointment expires October 15, 2004

STATE OF WASHINGTON)
COUNTY OF SKAGIT)

On this 15th day of May, 2001

before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared Clyde Williams to me known to be the Financial Administrator, Water Quality Loans, of SKAGIT COUNTY 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 he is 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.



Clara M. Hooper
Notary Public in and for the State of Washington,
residing at Skagit County
My Commission Expires 5-19-04



200105150149
, Skagit County Auditor