

RETURN ADDRESS:

Washington Mutual Bank
dba Western Bank
Bellingham Business
Banking Center
1336 Cornwall Avenue
Bellingham, WA 98225



200105210140
, Skagit County Auditor

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MODIFICATION OF DEED OF TRUST

Reference # (if applicable): ~~P-93085-E~~ 200006150111

Additional on page ____

Grantor(s):

1. Nielsen Brothers, Inc.

Grantee(s)

1. Washington Mutual Bank dba Western Bank

Legal Description: S17, T35N, R5E WM

Additional on page 2

Assessor's Tax Parcel ID#: 350517-0-001-004

THIS MODIFICATION OF DEED OF TRUST dated May 9, 2001, is made and executed between Nielsen Brothers, Inc., a Washington Corporation, whose address is 100 Pine Street, Bellingham, WA 98225 ("Grantor") and Washington Mutual Bank dba Western Bank, Bellingham Business Banking Center, 1336 Cornwall Avenue, Bellingham, WA 98225 ("Lender").

MODIFICATION OF DEED OF TRUST
(Continued)

Loan No: 0006

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DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated June 8, 2000 (the "Deed of Trust") which has been recorded in Skagit County, State of Washington, as follows:

Recorded June 15, 2000 in Skagit County, State of Washington, as Document No. 200006150111.

REAL PROPERTY DESCRIPTION. The Deed of Trust covers the following described real property located in Skagit County, State of Washington:

See Exhibit "A" attached hereto and by this reference incorporated herein

The Real Property or its address is commonly known as 25046 Highway 20, Sedro Woolley, WA 98284. The Real Property tax identification number is 350517-0-001-004.

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

Effective May 9, 2001, the Principal Amount of the Promissory Note of even date herewith is hereby increased to \$250,000.00.

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 endorsers 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.

GRANTOR ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS MODIFICATION OF DEED OF TRUST AND GRANTOR AGREES TO ITS TERMS. THIS MODIFICATION OF DEED OF TRUST IS DATED MAY 9, 2001.

GRANTOR:

NIELSEN BROTHERS, INC.

By: [Signature]
Robert C. Nielsen, President of Nielsen Brothers, Inc.

LENDER:

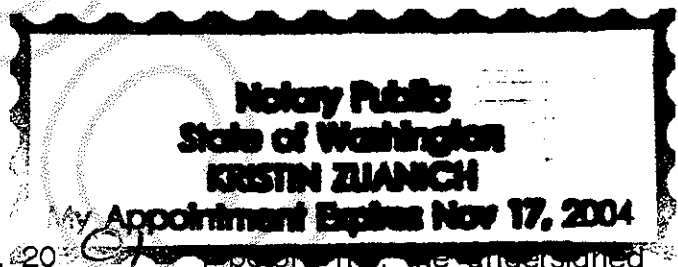
X [Signature] VP
Authorized Officer

CORPORATE ACKNOWLEDGMENT

STATE OF Washington

COUNTY OF Whatcom

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On this 14th day of May, 2001, before me, the undersigned Notary Public, personally appeared Robert C. Nielsen, President of Nielsen Brothers, Inc. of Nielsen Brothers, Inc.

and personally known to me or proved to me on the basis of satisfactory evidence to be an authorized agent of the corporation that executed the Modification of Deed of Trust and acknowledged the Modification to be the free and voluntary act and deed of the corporation, by authority of its Bylaws or by resolution of its board of directors, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this Modification and in fact executed the Modification on behalf of the corporation.

By [Signature]
Notary Public in and for the State of WA

Residing at Bellingham
My commission expires 11-17-04

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MODIFICATION OF DEED OF TRUST
(Continued)

Loan No: 0006

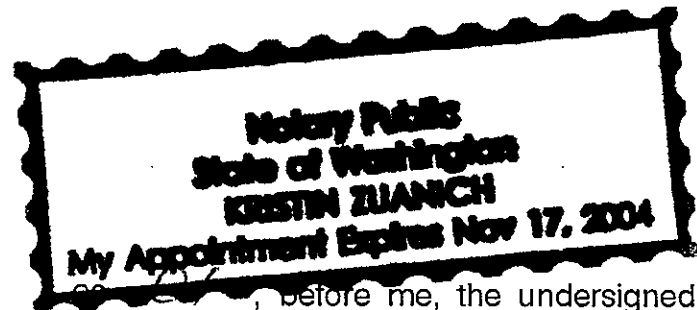
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LENDER ACKNOWLEDGMENT

STATE OF Washington

COUNTY OF Whatcom

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On this 14th day of May, before me, the undersigned Notary Public, personally appeared Walker Evans V.P. and personally known to me or proved to me on the basis of satisfactory evidence to be the V.P., 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 Kristin Zuanich
Notary Public in and for the State of WA

Residing at Bellingham
My commission expires 11-17-04

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Exhibit "A"

DESCRIPTION:

Lot 1, Short Plat No. 94-014, approved August 2, 1994, recorded August 5, 1994, in Volume 11 of Short Plats, page 95, under Auditor's File No. 9408050002, records of Skagit County, Washington; being a portion of the Southwest $\frac{1}{4}$ of Section 17, Township 35 North, Range 5 East, W.M.

TOGETHER WITH a non-exclusive easement for ingress, egress and utilities, over and across a 60 foot strip of land as delineated on the face of said Short Plat.

Situate in the County of Skagit, State of Washington.

Nielsen Brothers, Inc.

By: Robert Nielsen

Robert Nielsen, President



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