



200112140146

Skagit County Auditor

12/14/2001 Page 1 of 3 3:32PM

AFTER RECORDING MAIL TO:Name Washington Federal SavingsAddress PO Box 527City/State Burlington, WA 98233**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.

**First American Title
Insurance Company**

67330-2

(this space for title company use only)

The undersigned subordinator and owner agrees as follows:

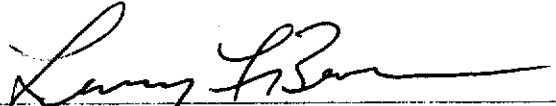
1. John R. Norbeck and Phyllis L. Norbeck, Husband and Wife referred to herein as "subordinator", is the owner and holder of a mortgage dated May 11th, 19 2001, which is recorded in volume _____ of Mortgages, page _____ under auditor's file No. 200105210082 records of Skagit County.
2. Washington Federal Savings referred to herein as "lender", is the owner and holder of a mortgage dated _____, 19 2001, executed by Leroy Brace (which is recorded in volume _____ of Mortgages, page _____ under auditor's file No. 200112140145, records of Skagit County) (which is to be recorded concurrently herewith).
3. Leroy Brace, An Unmarried Person referred to herein as "owner", is the owner of all the real property described in the mortgage identified above in Paragraph 2.

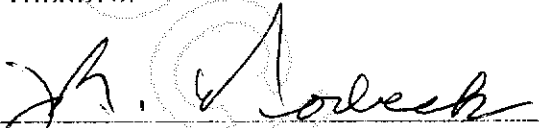
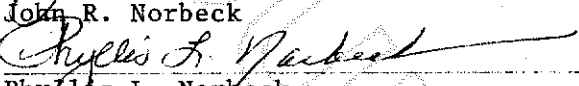
Assessor's Property Tax Parcel/Account Number(s): 350427-4-003-0003 R37915
350427-4-005-0001 P37917

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 of 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 hereafter 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 7th day of December, 192001

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.


Leroy Brace


John R. Norbeck

Phyllis L. Norbeck



STATE OF WASHINGTON, }
County of Skagit } ss.

ACKNOWLEDGMENT - Individual

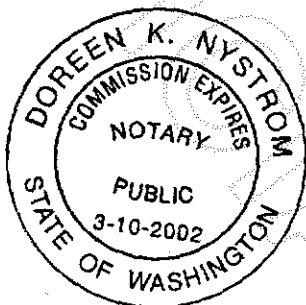
On this day personally appeared before me

John R. Norbeck and Phyllis L. Norbeck

to me known

to be the individual(s) described in and who executed the within and foregoing instrument, and acknowledged that they
signed the same as their free and voluntary act and deed, for the uses and purposes therein mentioned.

GIVEN under my hand and official seal this 7th day of December 2001



Doreen K. Nystrom
Notary Public in and for the State of Washington,
residing at Mount Vernon

My appointment expires 3-10-02

STATE OF WASHINGTON, }
County of Skagit } ss.

ACKNOWLEDGMENT - Individual

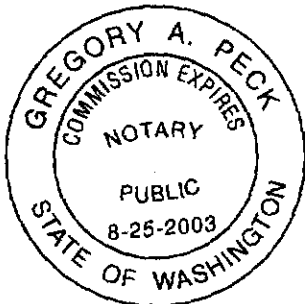
On this day personally appeared before me

Leroy Brace

to me known

to be the individual(s) described in and who executed the within and foregoing instrument, and acknowledged that he
signed the same as his free and voluntary act and deed, for the uses and purposes therein mentioned.

GIVEN under my hand and official seal this 14th day of December 2001



[Signature]
Notary Public in and for the State of Washington,
residing at Mount Vernon

My appointment expires 8-25-03



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Skagit County Auditor