



200206190005

Skagit County Auditor

6/19/2002 Page 1 of 2 8:46AM

WHEN RECORDED RETURN TO:

Washington Credit Union
Post Office Box 97000
Lynnwood, Washington 98046

LAND TITLE COMPANY OF SKAGIT COUNTY

S-101262

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. **Washington Credit Union** referred to herein as "subordinator", is the owner and holder of a Financing Statement dated May 26, 1999 which is recorded in volume N/A of Mortgages, pages N/A, under Auditors file No. 9905260257 records of Skagit County.
2. **First Northwest Mortgage**, referred to herein as "lender", is the owner and holder of a mortgage dated 200206190005 executed by Michael D and Susan C Bullock, husband and wife (which is recorded in volume of Mortgages, page , under auditor's file No. records of King County)(which is to be recorded concurrently herewith).
3. Michael D and Susan C Bullock, husband and wife referred to herein as "owner", is the owner of all the real property described in the mortgage identified 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 Financing Statement 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 Financing Statement first above mentioned to the lien or charge of the mortgage in favor of "lender" above referred to and shall supercede and cancel any prior agreements as to such, or any, subordination including, but not limited to, those provisions, if any, contained in the Financing Statement 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 6th day of June, 2002.

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.

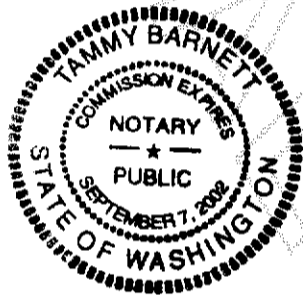
Glen Griffith
Christina Griffith

Marcia Jessen
Marcia Jessen, Loan Officer
Washington Credit Union

STATE OF WASHINGTON
COUNTY OF

I certify that I know or have satisfactory evidence that Glen & Christina Griffith are
the person (s) who appeared before me, and said person (s) acknowledged it to be their free and voluntary
act for the uses and purposes mentioned in this instrument.

Dated: 6-18-02

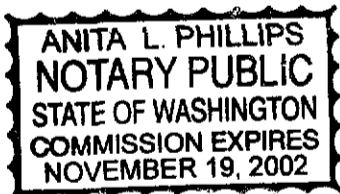


Tammy Barnett
Notary Public in and for the State of Washington
Residing at: Beaumont
My appointment expires: 9.7.2002

STATE OF WASHINGTON
COUNTY SNOHOMISH

I certify that I know or have satisfactory evidence that **Marcia Jessen** is the person who appeared
before me, and said person acknowledged it as the **Loan Officer of Washington Credit Union** to be the
free and voluntary act of such party for the uses and purposes mentioned in this instrument.

Dated: June 6, 2002



Anita L. Phillips
Notary Public in and for the State of Washington
Residing at: Snohomish County
My appointment expires:



200206190005
Skagit County Auditor