

AFTER RECORDING MAIL TO:



200207260063
Skagit County Auditor

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File for Record at Request of

P161806

LAND TITLE COMPANY OF SKAGIT COUNTY

Subordination Agreement

LAND TITLE COMPANY OF SKAGIT COUNTY

Reference Number(s)
Grantor(s) Skagit State Bank
Grantee(s) Homestreet Bank

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 State Bank referred to herein as "subordinator", is the owner and holder of a mortgage dated 2-24-97 which is recorded in volume 1635 of Mortgages, page 0612 under auditor's file No. 9703040054, records of Skagit County.
2. Homestreet Bank referred to herein as "lender", is the owner and holder of a mortgage dated _____ executed by _____ (which is recorded in volume _____ of Mortgages, page _____ under auditor's file No. 200207260062 records of _____ County) (which is to be recorded concurrently herewith).
3. L. R. Bachmann referred to herein as "owner", is the owner of all the real property described in the mortgage identified above 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 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 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 supercede 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 17th day of July, 2002

NOTICE: THIS SUBORDINATION 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 THEIR ATTORNEYS WITH RESPECT THERETO.

Skagit State Bank

By: Marian K. Ragan
Its: Susan K. Ragan, ATP

STATE OF Washington } SS.
County of Skagit }

I certify that I know or have satisfactory evidence that

is/are the individual(s) who appeared before me, and said Individual(s) 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 this instrument

Given under my hand and seal this _____ day of _____,

Notary Public in and for the State of _____
Residing at _____
My appointment expires _____

STATE OF Washington } SS.
County of Skagit }

I certify that I know or have satisfactory evidence that

Susan K. Ragan

is/are the individual(s) who appeared before me, and said Individual(s) acknowledged that he/she/they signed this instrument, on oath stated that he/she/they is/are authorized to execute the instrument and acknowledge it as the _____ assistant vice president _____ of _____

Skagit State Bank

to be the free and voluntary act of such party for the uses and purposes mentioned in his instrument.

Given under my hand and seal this 17th day of July, 2002

Michelle L. Belanger

Notary Public in and for the State of Washington
Residing at Mount Vernon
My appointment expires 6-1-2005

