



200208140111

Skagit County Auditor

8/14/2002 Page 1 of 4 3:54PM

Subordination Agreement

This real estate subordination agreement ("Agreement") dated July 25th, 2002, by G.B. Home Equity ("G.B."), is in favor of New Freedom Mortgage Corporation ("New Freedom").

Roy and Robin Blacher ("Blacher") own the property at 1802 36th Street, Anacortes, Washington, 98221.

The legal description of the land referred to in this Agreement is described as follows:

Lot 35, HORIZON HEIGHTS DIV. NO. III, according to the plat thereof, recorded in Volume 16 of Plats, page 60, records of Skagit County, Washington.

Situated in Skagit County, Washington.

Blacher has executed and delivered to Wells Fargo a certain deed of trust on the property to secure the sum of \$137,609.88 (One Hundred Thirty-Seven Thousand, Six Hundred Nine Dollars and Eighty-Eight Cents), which lien was recorded as document number [^] of the land records of Skagit County, Washington. 9712290104

Wells Fargo has never sold or assigned Wells Fargo's lien and at all times has been and now is the owner and holder of the debt thereby secured.

Blacher has executed and delivered to G.B. a certain deed of trust on the property to secure the sum of \$70,597 (Seventy Thousand Five Hundred Ninety Seven Dollars) which lien was recorded as document number [^] of the land records of Skagit County, Washington. 200004100072

New Freedom Mortgage Corporation is about to loan the sum of \$143,958^{**} (One Hundred Forty-Three Thousand Nine Hundred Fifty-Eight Dollars) to Blacher, with interest thereon at a rate not exceeding 6.5 % per annum. New Freedom's loan will pay off the first mortgage holder, Wells Fargo. New Freedom's loan is to be secured by Blacher's mortgage.

^{**}Dated July 25, 2002 and recorded under Auditor's File no. 200208140110
To induce New Freedom Mortgage Corporation to make the loan last mentioned, G.B. has agreed and consented to subordinate its lien to the lien about to be taken by New Freedom as above set forth.

NOW, THEREFORE, for value received, and for the purpose of inducing New Freedom to make the loan, G.B., on behalf of its personal representatives, successors, and assigns, hereby covenants, consents and agrees to and with New Freedom's personal representatives, successors, and assigns, that G.B.'s lien on the property is and shall always be subject and subordinate to the lien about to be delivered to New Freedom, and that New Freedom's lien in all respects shall be first, prior and superior to that of G.B., provided always, however, that if New Freedom's lien is not duly filed or recorded, or an appropriate financing statement with respect thereto duly filed within 60 days after the date of this Agreement, this Agreement shall be null and void and shall have no force or effect.

It is expressly understood and agreed that nothing herein contained shall be construed to change, alter or impair G.B.'s lien, except as expressly set forth above.

In construing this Agreement, and where the context so requires, the singular includes the plural, and all grammatical changes shall be made so that this Agreement shall apply equally to corporations and to individuals.

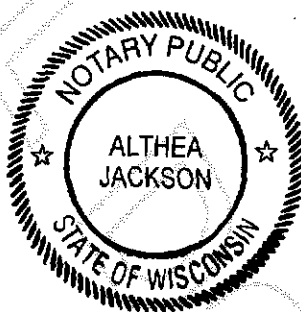
In witness whereof, the undersigned has executed this Agreement. Since the undersigned is a corporation, it has caused its name to be signed and its seal, if any, affixed by an officer or other person duly authorized to do so by order of its board of directors.

Amy Hornerlaw
Vice President

State of Wisconsin)
County of Milwaukee) ss.

This instrument was acknowledged before me on 22nd July 2002
by Amy Hornerlaw
as Vice President
of GB Home Equity

Althea Jackson
Notary Public for:
My Commission Expires 3/19/06



This space is reserved for recording.



200208140111

Skagit County Auditor

State of _____)
) ss.

County of _____)

I certify that the within instrument was received for recording on _____, at _____
o'clock __m., and recorded at number ____, records of this county.

Witnessed by hand and seal of county affixed.

Amy Hamblaw
Signature

Title

by _____, Deputy

After recording, return to:



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EXHIBIT "A"

Lot 35, HORIZON HEIGHTS DIV. NO. III, according to the plat thereof, recorded in Volume 16 of Plats, page 60, records of Skagit County, Washington.

Situated in Skagit County, Washington.

- END OF EXHIBIT "A" -



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