

After recording return to:
Merit Financial
8259 122nd Ave NE, Ste 300
Kirkland, WA 98033
Ph# 425-605-1350;
Fax# 425-60-1348

LAND TITLE COMPANY OF SKAGIT COUNTY P-102086

Subordination Agreement

**This subordination agreement results in your security interest in
The property becoming subject to and of lower priority than the
Lower priority than the lien of some other later security interest.**

The undersigned subordinator and owner agrees to the following:

1. **Flagstar Bank.**, referred to herein as "subordinator", is the owner and holder of a mortgage **February 3, 1999**. The original loan amount of **\$19,000**. Which was recorded under **Auditors No. 9902080221** Records of **Skagit County, Washington State**.
2. **Flagstar Bank.**, referred to herein as "lender" is the Owner and holder of a mortgage dated 8/23 2002. Executed by *. (Which is recorded under Reception No. 200209050048. With a loan amount of no more than **\$190,846.00**, Records of **Skagit County, Washington State** (which is to be recorded concurrently with subordination).
3. **Gregory and Marlys Halvorson**, 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) **340315-2-004-0101**

* Gregory L Halvorson & Marlys E Halvorson

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 it's 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 securing thereunder.

5. It is understood by the parties hereto that "lender" would not make the loan secured by mortgage in paragraph 2 without this agreement.

6. 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 there after executed.

7. 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.



200209050049

Skagit County Auditor

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.

By Joan H. Anderson By _____
Executive Vice President By _____
By _____ By _____
By _____ By _____

STATE OF MICHIGAN
COUNTY OF OAKLAND } ss

I certify that I know or have satisfactory evidence that Joan H. Anderson, Exec, VP of Flagstar Bank
(is/are) the person(s) who appeared before me, and said person(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.

Dated: August 14, 2002

Eileen T. Uhlinger
Notary Public in and for the state of Michigan
Residing at Troy, MI
My appointment expires: 1-18-06

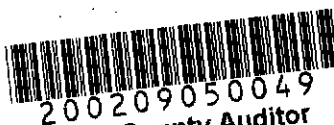
EILEEN T. UHLINGER
Notary Public, Wayne County, MI
My Commission Expires Jan. 18, 2006

STATE OF _____
COUNTY OF _____ } ss

I certify that I know or have satisfactory evidence that _____
(is/are) the person(s) who appeared before me, and said person(s) acknowledged that (he/she/they) signed this instrument, on oath stated that (he/she/they) were authorized to execute the instrument and acknowledged it as the _____ of _____
to be the free and voluntary act of such party(ies) for the uses and purposes mentioned in this instrument.

Dated: _____

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



Schedule "A-1"

P-102086

DESCRIPTION:

That portion of the Northwest $\frac{1}{4}$ of Section 15, Township 34 North, Range 3 East, W.M., described as follows:

Beginning at the Northwest corner of said Northwest $\frac{1}{4}$;
thence East 200 feet along the North line thereof;
thence South 340 feet parallel with the West line of said Northwest $\frac{1}{4}$;
thence West parallel with the North line of said Northwest $\frac{1}{4}$, a distance of 200 feet to the West line thereof;
thence North along said West line a distance of 340 feet to the true point of beginning.

EXCEPT the North 30 feet thereof as conveyed to Skagit County, by deed recorded November 1, 1895, in Volume 30 of Deeds, page 199,

AND EXCEPT Bradshaw Road along the West line thereof.

Situate in the County of Skagit, State of Washington.



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Skagit County Auditor
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