

WHEN RECORDED RETURN TO

Name Skagit State Bank

Address PO Box 285

City, State, Zip Burlington WA 98233



**LAND TITLE
COMPANY**



200211260063
Skagit County Auditor

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FILED FOR RECORD AT REQUEST OF
Assessor's Tax Parcel ID# 360324 3 016 0045
Lot 1, Short Plat No. 5-86

FIRST AMERICAN TITLE CO.

Subordination Agreement *h71233*

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 February 20, 2001, which is recorded in volume 200102210001 of Mortgages, page 1001, under auditor's file No. 200102210001 records of Skagit County.
2. Washington Mutual Bank referred to herein as "lender" is the owner and holder of a mortgage dated 11/19/2002, executed by Robert W. Olson and Shelly A. Olson, H&W (which is recorded in volume 200211260063 of Mortgages, page 3, under auditor's file No. 200211260063 records of Skagit County (which is to be recorded concurrently herewith).
3. Robert W. Olson and Shelly A. Olson, H&W 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 there under, 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 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 work "mortgage" appears herein it shall be considered as "deed of trust", and gender and number of pronouns considered to conform to undersigned.

Executed this 13th day of November 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.

Skagit State Bank
by: Lisa Cassidy Vice Pres
Lisa Cassidy

STATE OF WASHINGTON

STATE OF WASHINGTON

COUNTY OF _____

COUNTY OF Skagit

On this 13th day of November, 2002, before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared Lisa Cassidy and

to me known to be the individual described in and who executed the within and foregoing instrument, and acknowledged that she signed the same as she free and voluntary act and deed, for the uses and purposes therein mentioned.

to me known to be the Vice President and Secretary, respectively of Skagit State Bank, the corporation that executed the foregoing instrument, and acknowledged the said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated that she is authorized to execute the said instrument and that the seal affixed is the corporate seal of said corporation.

GIVEN under my hand and official seal this 13th day of November 2002

Witness my hand and official seal hereto affixed the day and year first above written.

Linda Kay Kirschman

Notary Public in and for the State of Washington,

Notary Public in and for the State of Washington,

My appointment expires: _____

residing at Skagit County

My appointment expires: May 19, 2004