

Return to:

FRONTIER BANK

CENTRAL LENDING DEPT

PO BOX 2215

EVERETT WA 98203



200212270058  
Skagit County Auditor

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## SUBORDINATION AGREEMENT



## PACIFIC NORTHWEST TITLE

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. FRONTIER BANK  
referred to herein as "subordinator," is the owner and holder of a mortgage dated JUNE 4, 2002  
which is recorded in volume \_\_\_\_\_ of Mortgages, page \_\_\_\_\_ under  
auditor's file No. 200206100206, records of SKAGIT County.
2. Horizon Bank  
referred to herein as "lender," is the owner and holder of a mortgage dated December 24, 2002  
executed by William H Lloyd & Jodee M Lloyd (which is recorded  
in volume \_\_\_\_\_ of Mortgages, page \_\_\_\_\_ under auditor's file No. 200212270057  
records of Skagit County) (which is to be recorded concurrently herewith).
3. WILLIAM H LLOYD & JODEE M LLOYD  
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.
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 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 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.

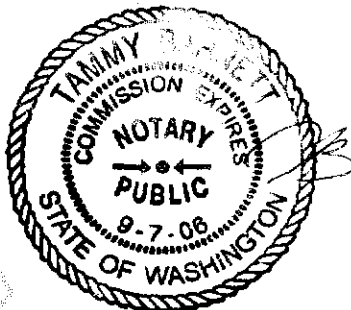
NOTICE: THIS SUBORDINATION AGREEMENT CONTAINS A PROVISION WHICH  
ALLOWS THE PERSON OBLIGATED ON YOUR REAL PROPERTY SECURITY TO OBTAIN A  
LOAN, A PORTION OF WHICH MAY BE EXPENDED FOR OTHER PURPOSES THAN  
IMPROVEMENT OF THE LAND. IT IS RECOMMENDED THAT, PRIOR TO THE EXECUTION  
OF THIS SUBORDINATION AGREEMENT, THE PARTIES CONSULT WITH THEIR ATTORNEYS  
WITH RESPECT THERETO.

Executed this 16TH day of DECEMBER, 2002

NANCY ABBOTT, LOAN OFFICER

Nancy Abbott

William H Lloyd  
Josue M. Lloyd



Notary Seal

STATE OF WASHINGTON, }

ss.

County of Skagit

I hereby certify that I know or have satisfactory evidence that William H Lloyd and Josue M Lloyd

is 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 12 24 02

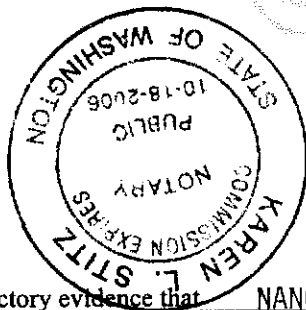
residing at Burlington

My appointment expires 9 7 06

Tammy Barnett  
Notary Public in and for the State of Washington

Tammy Barnett  
Printed Name

Notary Seal



STATE OF WASHINGTON, }

ss.

County of SNOHOMISH

I hereby certify that I know or have satisfactory evidence that NANCY ABBOTT

is the person(s) who appeared before me, and said person(s) acknowledged that (he, she, they) signed this instrument, on oath stated that SHE IS  
authorized to execute the instrument and acknowledged it as the LOAN OFFICER  
of FRONTIER BANK  
to be the free and voluntary act of such party for the uses and purposes mentioned in this instrument.

Dated DECEMBER 16, 2002

residing at Everett, WA

My appointment expires 10-18-2006

Karen Stitz  
Notary Public in and for the State of Washington

Karen Stitz  
Printed Name

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