

RETURN DOCUMENT TO:

Whatcom Educational Credit Union

P.O. Box 9730

Bellingham WA 98227



200302260050

Skagit County Auditor

2/26/2003 Page 1 of 3 11:37AM

DOCUMENT TITLE(S):

MODIFICATION AGREEMENT

ISLAND TITLE CO.

QB 2285

REFERENCE NUMBER(S) OF DOCUMENTS ASSIGNED OR RELEASED:

200201310100

Additional reference numbers found on page _____ of document. **ACCOMMODATION RECORDING**

GRANTOR(S):

JASON D. GRAHAM + KELLY A SKUDLARICK

Additional grantors found on page _____ of document.

GRANTEE(S):

Whatcom Educational Credit Union

Additional grantees found on page _____ of document.

ABBREVIATED LEGAL DESCRIPTION (Lot, block, plat or section, township, range).

LOT 1, SKAGIT COUNTY SP #30-86, Being A part
of GL7, SEC. 2, T33N, R3EWM

Additional legal can be found on page _____ of document.

ASSESSOR'S PARCEL NUMBER:

330302 001102 01

Island Title Company has placed this document for recording as a customer courtesy and accepts no liability for its accuracy or validity

MODIFICATION AGREEMENT

THIS MODIFICATION AGREEMENT, made and entered into this 13th day of February 2003, by and between, WHATCOM EDUCATIONAL CREDIT UNION, a corporation, with principal office at 600 East Holly Street, Bellingham, Washington 98225, hereinafter referred to as "LENDER", and Jason D. Graham & Kelly A. Skudlarick, hereinafter referred to as "BORROWER."

WITNESSETH

WHEREAS, on January 25, 2002, Jason D. Graham & Kelly A. Skudlarick, borrowed from the LENDER the sum of \$300,000.00, which sum was evidenced by a Promissory Note of that date, which said Promissory Note was secured by a Deed of Trust executed by Jason D. Graham & Kelly A. Graham, grantor, to Island Title Company as Trustee, and to LENDER, as Beneficiary, and which Deed of Trust covered the following described property situated in Skagit, Washington, and more particularly described as follows:

LOT 1 OF SKAGIT COUNTY SHORT PLAT NO. 30-86 AS APPROVED NOVEMBER 21, 1986, AND RECORDED DECEMBER 8, 1986, IN VOLUME 7 OF SHORT PLATS, PAGE 145, UNDER AUDITOR'S FILE NO. 8612080003, RECORDS OF SKAGIT COUNTY, WASHINGTON; BEING A PORTION OF GOVERNMENT LOT 7 OF SECTION 2, TOWNSHIP 33 NORTH, RANGE 3 EAST OF THE WILLAMETTE MERIDIAN.

SITUATED IN SKAGIT COUNTY, WASHINGTON.

And whereas, BORROWER, has requested LENDER to make certain changes to the above described promissory note and WHEREAS, LENDER is willing to make the changes described below:

NOW, THEREFORE, in consideration of mutual promises and agreements of the parties, it is hereby contracted, understood and agreed:

1. That the above described promissory note shall be amended as follows:
 - (a) The current principal balance due to lender will remain unchanged.
 - (b) Interest Rate will be changed to 5.500% per annum.
 - (c) The term of the loan will remain unchanged.
 - (d) The principal and interest payment shall be changed from \$1,896.20 per month to \$1,707.33 per month.
 - (e) The new principal and interest payment of \$1,707.33 shall first be due March 1, 2003, with payment due on the same day each succeeding month.



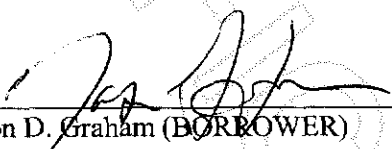
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2. In consideration of the foregoing, BORROWER agrees to pay to the LENDER upon execution of this Modification Agreement the following sums:

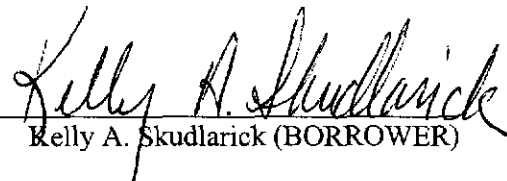
(a) LENDER will receive \$6,691.32 compensation

3. This Modification by the undersigned BORROWER shall bind them, their heirs, personal representatives, successors and/or assigns.

IN WITNESS WHEREOF, the undersigned have set their hands the day and year first above written.



Jason D. Graham (BORROWER)



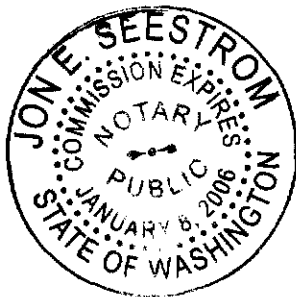
Kelly A. Skudlarick (BORROWER)

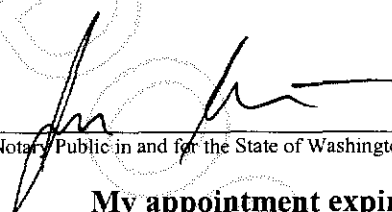
State of Washington
County of Whatcom

On this day personally appeared before me Jason D. Graham & Kelly

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

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





Notary Public in and for the State of Washington, residing at _____
My appointment expires on

1/8/2006



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