

WHEN RECORDED RETURN TO:

Skagit State Bank  
1400 Commercial Ave, P O Box 36  
Anacortes, WA 98221



200306160047  
Skagit County Auditor

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WASHINGTON UCC-2 COUNTY AUDITOR FIXTURE FILING

|   |  |                                       |
|---|--|---------------------------------------|
| 1. Grantor(s): (last name first, and mailing address(es))<br><b>ISLAND OPTOMETRY TIN: 91-1182100<br/>P O BOX 627<br/>ANACORTES, WA 98221-0627</b> | 2. Grantee(s)/Assignee/Beneficiary:<br><b>Skagit State Bank<br/>1400 Commercial Ave<br/>P O Box 36<br/>Anacortes, WA 98221</b> | 3. Assignee(s) of Secured Party(ies): |
|---|--|---------------------------------------|

THIS FIXTURE FILING SHALL COVER COLLATERAL THAT IS AFFIXED TO THE FOLLOWING DESCRIBED PROPERTY.

Reference Number: \_\_\_\_\_ Additional on page \_\_\_\_\_  
 Short Legal Description: **ANACORTES Lot 20 Blk 45 All of 17 & N 70' 18 to 20**  
 Additional on page \_\_\_\_\_

Assessor's Tax Parcel ID#: **3772-045-020-0001**  
 Legal Description:

THIS FIXTURE FILING COVERS THE FOLLOWING DESCRIBED PROPERTY

**All Furniture & Fixtures; whether any of the foregoing is owned now or acquired later; all accessions, additions, replacements, and substitutions relating to any of the foregoing; all records of any kind relating to any of the foregoing; all proceeds relating to any of the foregoing (including insurance, general intangibles and accounts proceeds); including but not limited to: SEE ATTACHED SCHEDULE "A".**

4.  The debtor is the record owner.
5. This statement is signed by the Secured Party(ies) instead of the Debtor(s) to perfect a security interest in collateral: (Please check appropriate box)
- (a)  already subject to security interest in another jurisdiction when it was brought into this state, or when the debtor's location was changed to this state, or
  - (b)  which is proceeds of the original collateral described above in which a security interest was perfected, or
  - (c)  as to which the recording has lapsed, or
  - (d)  acquired after a change of name, identity, or corporate structure of the debtor(s).
6. Complete fully if box (d) is checked:  
 complete as applicable for (a), (b), and (c):  
 Original recording number \_\_\_\_\_  
 Office where recorded \_\_\_\_\_  
 Former name of debtor(s) \_\_\_\_\_

Dated June 11, 2003

**Melvin Farnsworth, President**  
 TYPE NAME(S) OF DEBTOR(S) (or assignor(s))  
  
 SIGNATURE(S) OF DEBTOR(S) (or assignor(s))

**Skagit State Bank**  
 TYPE NAME(S) OF SECURED PARTY(IES) (or assignee(s))  
  
 SIGNATURE(S) OF SECURED PARTY(IES) (or assignee(s))

**SCHEDULE "A" - ISLAND OPTOMETRY**

All inventory, machinery, equipment, furniture, fixtures, and patient records of every kind, age, make and description, used in the operation of ISLAND OPTOMETRY, 1610 Commercial Ave, Anacortes, WA, now owned or hereafter at any time acquired, whether for substitution, addition or replacement, together with all tools, parts, repairs, accessories, improvements and accessions thereto, in the approximate amount of \$685,000.00 during the continuance of this Security Agreement, including but not limited to the following:

- One (1) Gambs Slit Lamp
- One (1) AO Stand and Chair
- One (1) AO Rx Phoropter
- One (1) Alphascope
- One (1) AO Non-contact Tonom
- One (1) Symened Fieldmaster
- One (1) B & L Keratometer
- One (1) MacKay Marg Tonometer
- One (1) Haag-Streit Tonometer
- One (1) SL-5D Topcon SL
- One (1) AO Radiuscope
- One (1) B & L Greens Phoropter

Also: all desks, chairs, filing cabinets, adding machines, book cases, computers, printers, fax machines, contact lens, glasses, assorted hygiene items in conjunction with practice, and all other miscellaneous items used in conjunction with Island Optometry.

All accounts, general intangibles, and contract rights of borrower now owned or hereafter at any time acquired or arising and all proceeds of the foregoing.

It is understood and agreed by and between the Mortgagor and the Mortgagee that the stock-in-goods above referred to is a shifting stock-in-trade to be sold by the Mortgagor in the regular course of business, and the value of the same as it no exists is not less than \$71,000.00 (approx) and that the Mortgagor does hereby covenant and agree that a strict account of all such sales shall be kept by him, and that on or before the 31<sup>st</sup> day of January, 2004, and annually thereafter he shall render a statement of all sales made from said stock to the said Mortgagee and that the gross proceeds of such sales shall be applied first to keeping the said stock-in-trade replenished to its present market value, and that after said expenditures have been made from the net proceeds of such sales there shall be paid by the Mortgagor to the said Mortgagee to the payment of the debt hereby secured.

All of the above being located at Anacortes Lot 20 Blk 45 all of 17 & N 70<sup>th</sup> 18 to 20, commonly known as 1610 Commercial Ave, Anacortes, Washington.

Signed at Anacortes, Washington  
this 10th day of June, 2003



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ISLAND OPTOMETRY

by: Mel Farnsworth  
Melvin L. Farnsworth, President