

**RETURN TO:**

SNOHOMISH COUNTY PUD CREDIT UNION  
1328 BROADWAY  
EVERETT, WASHINGTON 98201



200306300305  
Skagit County Auditor

6/30/2003 Page 1 of 2 11:38AM

**SUBORDINATION AGREEMENT**

CHICAGO TITLE CO.

C 27246

Reference # (if applicable) TR.1 OF SKAGIT COUNTY SP 72-76; PTN,

Subordinator(s): SNOHOMISH COUNTY P.U.D. CREDIT UNION  
 Additional on Page: \_\_\_\_\_

Owner(s): KAREN L. HALLGREN  
 Additional on Page: \_\_\_\_\_

Abbreviated Legal Description: N/2 S/2 SE SEC. 11, T34N, R9E WM  
 Additional on Page: \_\_\_\_\_

Assessor's Tax Parcel ID# 340911-4-006-0103

*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. SNOHOMISH COUNTY P.U.D. CREDIT UNION

referred to herein as "subordinator" is the owner and holder of a mortgage/deed of trust dated May 31, 2002 which is recorded under Recording No. 200206050052, records of SKAGIT County.

2. WASHINGTON MUTUAL BANK

referred to herein as "lender", is the owner and holder of a mortgage/deed of trust dated JUNE 19, 2003 executed by KAREN L. HALLGREN

which is recorded under Recording No. 200306300304 records of SKAGIT County. (which is to be recorded concurrently herewith).

3. KAREN L. HALLGREN

referred to herein as "owner," is the owner of all the real property described in the mortgage/deed of trust identified 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/deed of trust and all agreements in connection therewith, the "subordinator" does hereby unconditionally subordinate the lien of his mortgage/deed of trust identified in Paragraph 1 above to the lien of "lender's" mortgage/deed of trust 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 mortgage/deed of trust, 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/deed of trust 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/deed of trust, note or agreements shall not defeat the subordination herein made in whole or in part.

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