

Recording Requested by and
After Recording Mail to:

PRESTON GATES & ELLIS LLP
925 Fourth Avenue, Suite 2900
Seattle, WA 98104-1158
Attention: Faith Li Pettis, Esq.



200309170192
Skagit County Auditor

9/17/2003 Page 1 of 4 4:06PM

TITLE OF INSTRUMENT TO BE RECORDED: ASSIGNMENT OF SECURITY
(ABSOLUTE)

GRANTOR: U.S. BANK NATIONAL ASSOCIATION

GRANTEE: WASHINGTON STATE HOUSING FINANCE COMMISSION

ABBREVIATED LEGAL DESCRIPTION: Lots 35, 36, 37, 38, 39, 40, 49, 50 and 51
SANDALWOOD

FULL LEGAL DESCRIPTION: SEE ATTACHED EXHIBIT A

ASSESSOR'S PROPERTY TAX PARCEL: 4361-000-051-0003; 4361-000-035-0004;
4361-000-036-0003; 4361-000-037-0002;
4361-000-038-0001; 4361-000-039-0000;
4361-000-040-0007; 4361-000-049-0008;
4361-000-050-0004

Reference number(s) of documents being assigned or released and related documents:

200309170190

ASSIGNMENT OF SECURITY (ABSOLUTE)
(Skagit Village Apartments)

U.S. BANK NATIONAL ASSOCIATION (the "Bank") hereby sells, assigns, conveys and transfers without warranty or recourse, to the WASHINGTON STATE HOUSING FINANCE COMMISSION, a public body corporate and politic and an instrumentality of the State of Washington (the "Commission"), all right title and interest of the Bank in and to the following:

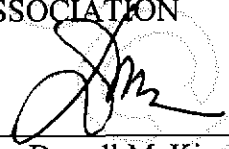
1. Promissory Note dated September 1, 2003 (the "Note") in the principal amount of \$698,041 made by Borrower and payable to the Bank; and
2. Deed of Trust, Assignment of Rents and Leases and Security Agreement (the "Deed of Trust") dated September 1, 2003 made by the Borrower, as Grantor, for the benefit of the Bank, as Beneficiary, recorded 9/17/03, under Recording Number 200309170190, records of SKAGIT County, Washington, encumbering the real property legally described in Exhibit A hereto.

Together with the other Loan Documents as described in the Deed of Trust or referred to therein, the money due and to become due thereon, with interest, all rights accrued or to accrue under said Deed of Trust.

This Agreement may be simultaneously executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.

DATED 9-11-03

U.S. BANK NATIONAL
ASSOCIATION


By: Darrell McKissic
Title: Vice President

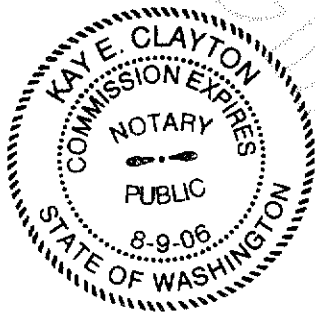


200309170192
Skagit County Auditor

STATE OF WASHINGTON)
) ss.
COUNTY OF KING)

I certify that I know or have satisfactory evidence that Darrell McKissic is the person who appeared before me, and he acknowledged that he signed this instrument, on oath stated that he is authorized to execute the instrument and acknowledge it as Vice President of U.S. Bank National Association, to be its free and voluntary act for the uses and purposes mentioned in the instrument.

Dated September 11, 2003



Kay E. Clayton
Notary Public
Print Name Kay E. Clayton
My Commission Expires 8-9-06



200309170192

Skagit County Auditor

**EXHIBIT A
LEGAL DESCRIPTION**

Lots 35, 36, 37, 38, 39, 40, 49, 50 and 51, Plat of Sandalwood, according to the plat thereof, recorded in Volume 11 of Plats, Page 78, records of Skagit County, Washington.

Situated in Skagit County, Washington.

LEGAL DESCRIPTION

A1



200309170192

Skagit County Auditor

9/17/2003 Page 4 of 4 4:06PM