

Return Address:
Custom Recording Solution
2550 N Red Hill Ave
Santa Ana, CA 92705
800-756-3524 Ext 5011
CRS # 163372



200311070069

Skagit County Auditor

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Please print or type information **WASHINGTON STATE RECORDER'S Cover Sheet** (RCW 65.04)

Document Title(s) (or transactions contained therein): (all areas applicable to your document must be filled in)

1. SUBORDINATION AGREEMENT

Reference Number(s) of Documents:

#200202080184 & #200305290086

Grantor(s) (Last name, first name, initials)

1. PENTAGON FCU
2. ARNOLD, ALBERT G.

Additional names on page 1 of document.

Grantee(s) (Last name first, then first name and initials)

1. WELLS FARGO HOME MORTGAGE, INC.
2. _____

Additional names on page _____ of document.

Legal description (abbreviated: i.e. lot, block, plat or section, township, range)

LOTS 5, 6 AND THE WESTERLY 1.36 FEET OF LOT 4, BLOCK 906, "NORTHERN PACIFIC ADDITION TO THE CITY OF ANACORTES", ACCORDING TO THE RECORDED PLAT THEREOF IN THE OFFICE OF THE AUDITOR OF SKAGIT COUNTY, WASHINGTON, IN VOLUME 2 OF PLATS, PAGE 9.

Additional legal is on page 5 of document.

Assessor's Property Tax Parcel/Account Number

P58551

Assessor Tax # not yet assigned

The Auditor/Recorder will rely on the information provided on the form. The staff will not read the document to verify the accuracy or completeness of the indexing information provided herein.

I am requesting an emergency nonstandard recording for an additional fee as provided in RCW 36.18.010. I understand that the recording processing requirements may cover up or otherwise obscure some part of the text of the original document.

Signature of Requesting Party

RECORDING REQUESTED BY

Fidelity National Lenders Solution
2550 North Redhill Ave.
Santa Ana, CA 92753

AND WHEN RECORDED MAIL TO

NAME Fidelity National Lenders Solution
ADDRESS 2550 North Redhill Ave.
CITY Santa Ana
STATE & ZIP CA 92753

6024919581

SUBORDINATION AGREEMENT

This Subordination Agreement is dated for reference 09/25/2003 and is between

PENTAGON FEDERAL C.U. whose

principal address is 1001 N FAIRFAX ST., ALEXANDRIA, VA 22314,

(called "Junior Lender") and

New Senior Lender's

Name : Wells Fargo Home Mortgage, Inc.

Senior Lender's

Address : P.O. BOX 5137, DES MOINES, IA 503065137

(called "New Senior Lender")

RECITALS

A. Junior Lender is the vested holder and owner of the following described promissory note (the "Note") secured by a mortgage or deed of trust (the "Security Instrument"):

Date of Note and Security Instrument : 01/25/2002

Borrower(s) Name(s) ("Borrowers") : ALBERT G. ARNOLD AND SHIRLEY L. ARNOLD

Property Address : 3405 W 3RD ST ANACORTES, WA 982211216

Legal Description of real property secured by Security Instrument ("Property") :

Recording Date : 02/08/2002 County : SKAGIT

Recording Number : 200202080184 Book : _____ Page : _____

B. Borrowers, as current owners of the Property, wish to replace their current first priority mortgage loan on the Property with a new first priority mortgage loan secured by the Property from New



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Senior Lender in the original principal sum of \$ 90817.00
(the "New Senior Security Instrument"). *INST# 200305290086 RECORDED
5/29/03 IN SKAGIT COUNTY.*

New Senior Lender will not provide this financing without an agreement by Junior Lender to subordinate its lien/security interest in the Property to the new interest of New Senior Lender.

In consideration of the benefits to Junior Lender from the new financing on the Property provided by New Senior Lender, Junior Lender agrees and declares as follows:

1. Subordination to New Senior Security Instrument.

Junior Lender agrees that upon recordation of the New Senior Security Instrument, Junior Lender's lien/security interest in the Property shall be unconditionally and forever inferior, junior and subordinate in all respects to the lien/security interest of Senior Mortgagee's New Senior Security Instrument and all obligations it secures. Junior Mortgagee irrevocably consents to and approves all provisions of the New Senior Security Instrument and the terms of the obligations it secures.

2. No Subordination to Other Matters.

Junior Lender is subordinating its lien/security interest to the New Security Instrument only, and not to other or future liens or security interests in the Property. Junior Lender has no obligation to consent to future requests for subordination of its lien/security interest.

3. No Waiver of Notice.

By subordinating its lien/security instrument, Junior Lender is not waiving any rights it may have under the laws of the State where the Property is located, or Federal law, to notice of defaults or other notices or rights conferred by law to junior lienholders and mortgagees.

4. Successors and Assigns.

This Agreement shall be binding upon and be for the benefit of any successor or assignee of the New Security Instrument or any successor of either of the parties.

5. Governing Law.

This Agreement shall be governed by the law of the State where the Property is located.

6. Reliance.

This Agreement can be relied upon by all persons having an interest in the Property or the New Senior Security Instrument.

7. Entire Agreement; Amendments.

This Agreement represents the entire and complete agreement between Junior Lender and Senior Lender. Any waiver, modification or novation of this Agreement must be in writing, executed by New Senior Lender (or its successors or assigns) and Junior Lender (or its successors or assigns) and, if this Agreement was recorded in the real estate records of the government entity in which the Property is located, recorded in such real estate records, to be enforceable.

8. Acceptance.

New Senior Lender shall be deemed to have accepted and agreed to the terms of this Agreement by recordation of this Agreement at or about the time New Senior Security Instrument is recorded. This Agreement shall be void if not recorded within 90 days of the reference date first written above.



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NEW SENIOR LENDER : Wells Fargo

JUNIOR LENDER : PENTAGON FEDERAL C.U.

BY: *Virginia M. Ramirez*
BY: Virginia M. Ramirez Assistant Treasurer



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STATE OF Virginia

COUNTY OF Alexandria

On October 6, 2003 before

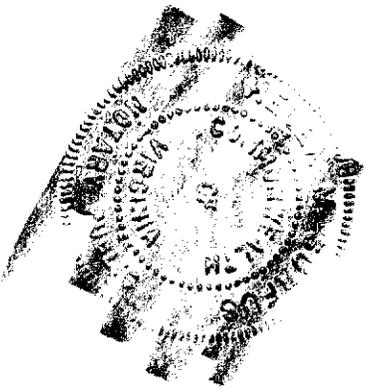
Me, Helen M. Surfus

Personally Appear Virginia M. Ramirez Assistant Treasurer
OF PENTAGON F.C.U.

Personally known to me (or proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she they executed the same in his/her/their authorized capacity (ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

WITNESS my hand and official seal.

Helen M. Surfus Signature of Notary Public
HELEN M. SURFUS
My Commission Expires June 30, 2006



(This area for notarial seal)

Prepared By:
Virginia Ramirez
Pentagon FCU
1001 N Fairfax St
Alexandria, VA 22314



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Exhibit "A"

Loan Number : 3749779048 801 D4C

Borrower : SHIRLEY L ARNOLD And ALBERT
ARNOLD

THE FOLLOWING DESCRIBED REAL ESTATE, SITUATED IN THE COUNTY OF SKAGIIT,
STATE OF WASHINGTON:

LOTS 5, 6 AND THE WESTERLY 1.36 FEET OF LOT 4, BLOCK 906, "NORTHERN PACIFIC
ADDITION TO THE CITY OF ANACORTES", ACCORDING TO THE RECORDED PLAT
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