

WHEN RECORDED MAIL TO:
WASHINGTON MUTUAL BANK
CONSUMER LOAN RECORDS CENTER
AFTN: CLRVLTTX
1170 SILBER ROAD
HOUSTON, TEXAS 77055

64227796



200408030099
Skagit County Auditor

8/3/2004 Page 1 of 3 11:28AM

CHICAGO TITLE 31878

SUBORDINATION AGREEMENT

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. WASHINGTON MUTUAL BANK referred to herein as "subordinator," is the owner and holder of a mortgage dated DECEMBER 26, 2002 which is recorded in volume of Mortgages, page , under auditor's file No. 200301200008 , records of SKAGIT County.

2. Cascade Bank, referred to herein as "lender," is the owner and holder of a mortgage dated 7/28/04 executed by DAVID A HAMITER SR; NANCY ANN HAMITER. (Which is recorded in volume of Mortgages, page under auditor's file No. 200408030098 , records of SKAGIT County) (which is to be recorded concurrently herewith) in the sum of \$171,500.00

3. DAVID A HAMITER SR; NANCY ANN HAMITER; referred to herein as "owner," is the owner of all the real property described in the mortgage identified above 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 and all agreements in connection therewith, the "subordinator" does hereby unconditionally subordinate the lien of his mortgage identified in Paragraph 1 above to the lien of "lender's" mortgage, 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's" mortgage, note and agreements relating thereto, consent to and approves same, and recognizes that "lender" has no obligation to "subordinator" to advance any funds under its mortgage 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, note or agreements shall not defeat the subordination herein made in whole or in part.

6. It is understood by the parties hereto that "lender" would not make the loan secured by the mortgage in Paragraph 2 without this permission.

7. This agreement shall be the whole and only agreement between the parties hereto with regard to the subordination of the lien or charge of the mortgage first above mentioned to the lien or charge of the mortgage in favor of "lender" above referred to and shall supersede and cancel any prior agreement as to such, or any, subordination including, but not limited to, those provisions, if any, contained in the mortgage first above mentioned, which provide for the subordination of the lien or charge thereof to a mortgage or mortgages to be hereafter executed.

8. The heirs, administrators, assigns and successors in interest of the "subordinator" shall be bound by this agreement. Where the word "mortgage" appears herein it shall be considered as "deed of trust," and gender and number of pronouns considered to conform to undersigned.

Executed this 26 day of July, 2004.

NOTICE: THIS SUBORDINATION AGREEMENT CONTAINS A PROVISION WHICH ALLOWS THE PERSON OBLIGATED ON YOUR REAL PROPERTY SECURITY TO OBTAIN A LOAN, A PORTION OF WHICH MAY BE EXPENDED FOR OTHER PURPOSES THAN IMPROVEMENT OF THE LAND. IT IS RECOMMENDED THAT, PRIOR TO THE EXECUTION OF THIS SUBORDINATION AGREEMENT, THE PARTIES CONSULT WITH HIS/HER/THEIR ATTORNEYS WITH RESPECT THERETO.

BY Washington Mutual Bank

BY _____

BY [Signature]

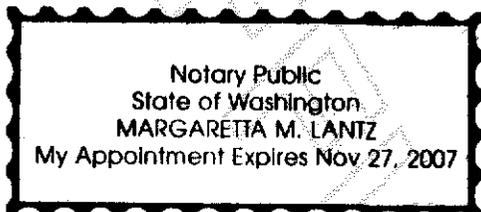
BY _____

BY GREGORY CARSON, CORPORATE OFFICER BY _____

STATE: Washington)
)ss
COUNTY OF: Snohomish)

I certify that I know or have satisfactory evidence that Gregory Carson, Corporate officer
(is/are) the person(s) who appeared before me and said person(s) acknowledged that (he/she/they) signed this instrument and
acknowledged it to be (his/her/their) free and voluntary act for the uses and purposes mentioned in this instrument.

Dated: July 27, 2004



Margaretta M. Lantz
Notary Public in and for the state of Washington
My appointment expires: Nov 27, 2007

STATE:)
)ss
COUNTY OF:)

I certify that I know or have satisfactory evidence that _____
(is/are) the person(s) who appeared before me and said person(s) acknowledged that (he/she/they) signed this instrument on oath
stated that (he/she/they)(is/are) authorized to execute the instrument and acknowledged it at the _____
_____ of _____
to be the free and voluntary act of such party(ies) for the uses and purposes mentioned in this instrument.

Dated: _____

Notary Public in and for the state of Washington
My appointment expires: _____



Lot 20, WILIDA ESTATES, according to the plat thereof recorded in Volume 12 of Plats, pages 11 and 12, records of Skagit County, Washington.

Situated in Skagit County, Washington.



200408030099
Skagit County Auditor