When Recorded Return To:

Michele Klein Aurora Loan Services Inc. P.O. Box 1706 Scottsbluff, NE 69363-1706



3/15/2005 Page

1 9:40AM

AFFIDAVIT AND INDEMNITY

AURORA LOAN SERVICES INC. #:0018782003 "NELSON" Lender ID:864/106/0018782003 Skagit, Washington

MERS #: 100039241000017486 VRU #: 1-888-679-6377

MORTGAGE ELECTRONIC RÉGISTRATION SYSTEMS, INC. AS NOMINEE FOR FIRST MAGNUS FINANCIAL CORPORATION, AN ARIZONA CORPORATION IT'S SUCCESSORS AND ASSIGNS, the present Beneficiary under that certain Note Dated: 11/11/2004 Recorded: 11/29/2004 in Book/Reel/Liber: N/A Page/Folio: N/A as Instrument No.: 200411290131 in Skagit in the State of Washington does hereby swear and depose that either said Note or said Deed of Trust or both are lost, misplaced, or destroyed.

Said Deed of Trust was executed by JAMES B NELSON AND CORINNE L NELSON, HUSBAND AND WIFE as Grantor, with CHICAGO TITLE INSURANCE as Trustee, and MORTGAGE ELECTRONIC REGISTRATION SYSTEMS, INC. AS NOMINEE FOR FIRST MAGNUS FINANCIAL CORPORATION, AN ARIZONA CORPORATION as Beneficiary.

Property Address: 2510 WASHINGTON BLVD, ANACORTES, WA 98221

In consideration of issuance by FIDELITY NATIONAL TITLE INSURANCE COMPANY as Trustee of its Reconveyance of said Deed of Trust without the surrender to it of the aforementioned Note or of the Deed of Trust securing said Note for cancellation and Retention, Affiants hereby agree to hold said Trustee free and clear of all liability and responsibility of any loss, damage and expense that may arise or that said Trustee may suffer by reason of the issuance of such reconveyance without having possession of the original Note or the original Deed of Trust.

MORTGAGE ELECTRONIC REGISTRATION SYSTEMS, INC. AS NOMINEE FOR FIRST MAGNUS FINANCIAL CORPORATION, AN ARIZONA CORPORATION IT'S SUCCESSORS AND ASSIGNS On February 24th, 2005

SEÁL

ONNE STICH, Vice President

STATE OF Nebraska COUNTY OF Scotts Bluff

ON February 24th, 2005, before me, IRENE GUERRERO, a Notary Public in and for the County of Scotts Bluff County, State of Nebraska, personally appeared YVONNE STICH, Vice President, 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, and that by his/her/their signature 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,

IRENE GUERRERO

Notary Expires: 09/14/2005

GENERAL NOTARY - State of Nebraska IRENE GUERRERO My Comm. Exp. Sept. 14, 2005

(This area for notarial seal)