

WHEN RECORDED RETURN TO:



200505240186

Skagit County Auditor

5/24/2005 Page

1 of

3 4:27PM

Name: _____
Address: _____
City, State, Zip _____

Chicago Title Company - Island Division

Deed of Trust

(For Use in the State of Washington Only)

THIS DEED OF TRUST, made this 24 day of MAY, 20 05, between

CHARLES L BOYD JR & NANCY S BOYD, GRANTOR,

whose address is 11501 WHISTLE LAKE RD ANACORTES WA 98221
CHICAGO TITLE COMPANY-Island Division, a corporation, TRUSTEE, and

DIXIE BOYD, BENEFICIARY,

whose address is 3869 BOUSE RD GOLDENVALEY AZ. 86413

WITNESSETH: Grantor hereby bargains, sells and conveys to Trustee in Trust, with power of sale, the following described real property in SKAGIT County,

Washington:
Description Parcel A: The North 99 feet of the West half of the Northwest Quarter of the Southeast Quarter of Section 31 Township 35 North Range 2 East of Willamette Meridian except the West 225 feet; And except the East 235 feet thereof;
Parcel B: Together with a non-exclusive easement for ingress and egress utilities and travel purposes over and across an existing one lane dirt road 15 feet in width beginning at the center of Section 31 Township 35 North Range 2 East of Willamette Meridian at the southerly terminus of the Whistle Lake Road. Thence southerly along said existing road to a point in said road that is 99 feet more or less southerly of the center of said Section 31 thence in an easterly direction along said existing road running approximately along the South line of the North

Parcel C NW 1/4 SE 1/4 31.35.2

Tax Account Number: 350231-4-012-0016 P 33436

which real property is not used principally for agricultural or farming purposes, together with all the tenements, hereditaments, and appurtenances now or hereafter thereunto belonging or in any wise appertaining, and the rents, issues and profits thereof.

This deed is for the purpose of securing performance of each agreement of grantor herein contained, and payment of the sum of (\$ 58,000)

FIFTY EIGHT THOUSAND & 00/100 Dollars

with interest, in accordance with the terms of a promissory note of even date herewith, payable to Beneficiary or order, and made by Grantor, and all renewals, modifications and extensions thereof, and also such further sums as may be advanced or loaned by Beneficiary to Grantor, or any of their successors or assigns, together with interest thereon at such rate as shall be agreed upon.

To protect the security of this Deed of Trust, Grantor covenants and agrees:

1. To keep the property in good condition and repair; to permit no waste thereof; to complete any building, structure or improvement being built or about to be built thereon; to restore promptly any building, structure or improvement thereon which may be damaged or destroyed; and to comply with all laws, ordinances, regulations, covenants, conditions and restrictions affecting the property.
2. To pay before delinquent all lawful taxes and assessments upon the property; to keep the property free and clear of all other charges, liens or encumbrances impairing the security of this Deed of Trust.
3. To keep all buildings now or hereafter erected on the property described herein continuously insured against loss by fire or other hazards in an amount not less than the total debt secured by this Deed of Trust. All policies shall be held by the Beneficiary, and be in such companies as the Beneficiary may approve and have loss payable first to the Beneficiary, as its interest may appear, and then to the Grantor. The amount collected under any insurance policy may be applied upon any indebtedness hereby secured in such order as the Beneficiary shall determine. Such application by the Beneficiary shall not cause discontinuance of any proceedings to foreclose this Deed of Trust. In the event of foreclosure, all rights of the Grantor in insurance policies then in force shall pass to the purchaser at the foreclosure sale.

4. To defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee, and to pay all costs and expenses, including cost of title search and attorney's fees in a reasonable amount, in any such action or proceeding, and in any suit brought by Beneficiary to foreclose this Deed of Trust.
5. To pay all costs, fees and expenses in connection with this Deed of Trust, including the expenses of the Trustee incurred in enforcing the obligation secured hereby and Trustee's and attorney's fees actually incurred, as provided by statute.
6. Should Grantor fail to pay when due any taxes, assessments, insurance premiums, liens, encumbrances or other charges against the property hereinabove described, Beneficiary may pay the same, and the amount so paid, with interest at the rate set forth in the note secured hereby, shall be added to and become a part of the debt secured in this Deed of Trust.

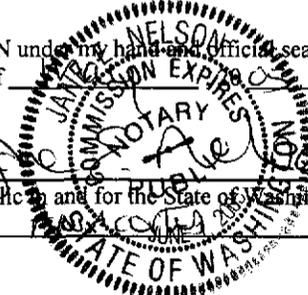
IT IS MUTUALLY AGREED THAT:

1. In the event any portion of the property is taken or damaged in an eminent domain proceeding, the entire amount of the award or such portion as may be necessary to fully satisfy the obligation secured hereby, shall be paid to Beneficiary to be applied to said obligation.
2. By accepting payment of any sum secured hereby after its due date, Beneficiary does not waive its right to require prompt payment when due of all other sums so secured or to declare default for failure to so pay.
3. The Trustee shall reconvey all or any part of the property covered by this Deed of Trust to the person entitled thereto on written request of the Grantor and the Beneficiary, or upon satisfaction of the obligation secured and written request for reconveyance made by the Beneficiary or the person entitled thereto.
4. Upon default by Grantor in the payment of any indebtedness secured hereby or in the performance of any agreement contained herein, all sums secured hereby shall immediately become due and payable at the option of the Beneficiary. In such event and upon written request of Beneficiary, Trustee shall sell the trust property, in accordance with the Deed of Trust Act of the State of Washington, at public auction to the highest bidder. Any person except Trustee may bid at Trustee's sale. Trustee shall apply the proceeds of the sale as follows: (1) to the expense of the sale, including a reasonable Trustee's fee and attorney's fee; (2) to the obligation secured by this Deed of Trust; (3) the surplus, if any, shall be distributed to the persons entitled thereto.
5. Trustee shall deliver to the purchaser at the sale its deed, without warranty, which shall convey to the purchaser the interest in the property which Grantor had or had the power to convey at the time of his execution of this Deed of Trust, and such as he may have acquired thereafter, Trustee's deed shall recite the facts showing that the sale was conducted in compliance with all the requirements of law and of this Deed of Trust, which recital shall be prima facie evidence of such compliance and conclusive evidence thereof in favor of bona fide purchaser and encumbrances for value.
6. The power of sale conferred by this Deed of Trust and by the Deed of Trust Act of the State of Washington is not an exclusive remedy; Beneficiary may cause this Deed of Trust to be foreclosed as a mortgage.
7. In the event of the death, incapacity, disability or resignation of Trustee, Beneficiary may appoint in writing a successor trustee, and upon the recording of such appointment in the mortgage records of the county in which this Deed of Trust is recorded, the successor trustee shall be vested with all powers of the original trustee. The trustee is not obligated to notify any party hereto of pending sale under any other Deed of Trust or of any action or proceeding in which Grantor, Trustee or Beneficiary shall be a party unless such action or proceeding is brought by the Trustee.
8. This Deed of Trust applies to inures to, the benefit of, and is binding not only on the parties hereto, but on their heirs, devisees, legatees, administrators, executors and assigns. The term Beneficiary shall mean the holder and owner of the note secured hereby, whether or not named as Beneficiary herein.

Charles L. Boyd Jr
Nancy Graves Boyd

STATE OF WASHINGTON)
)
 COUNTY OF Skagit) ss.

On this day personally appeared before me
Charles L. Boyd Jr & Nancy Graves Boyd
 to me known to be the individual described in and who executed the within and foregoing instrument, and acknowledged that They signed the same as their free and voluntary act and deed, for the uses and purposes therein mentioned.

GIVEN under my hand and official seal this
24 day of May

 Notary Public in and for the State of Washington,
 residing at _____

STATE OF WASHINGTON)
)
 COUNTY OF Skagit) ss.

On this 24th day of May, 2005
 before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared
Charles L. Boyd Jr & Nancy Graves Boyd
 and Nancy Graves Boyd
 to me known to be the _____ President and _____ Secretary, respectfully, of _____ the corporation that executed the foregoing instrument, and acknowledged the said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated that _____ authorized to execute the said instrument and that the seal affixed is the corporate seal of said corporation.

Witness my hand and official seal hereto affixed the day and year first above written.

 Notary Public in and for the State of Washington,
 residing at _____


 200505240186
 Skagit County Auditor

Island Title Company

EXHIBIT 'A'

Description:

Order No: AE8926 MM

PARCEL A:

The North 99 feet of the West Half of the Northwest Quarter of the Southeast Quarter of Section 31, Township 35 North, Range 2 East of the Willamette Meridian;

EXCEPT the West 225 feet;

AND EXCEPT the East 235 feet thereof;

PARCEL B:

TOGETHER WITH a non-exclusive easement for ingress and egress, utilities and travel purposes over and across as existing one lane dirt road 15 feet in width beginning at the center of Section 31, Township 35 North, Range 2 East of the Willamette Meridian, at the Southerly terminus of the Whistle Lake Road;

Thence Southerly along said existing road to a point in said road that is 99 feet, more or less, Southerly of the center of said Section 31;

Thence in an Easterly direction along said existing road running approximately along the South line of the North 99 feet of the West Half of the Northwest Quarter of the Southeast Quarter of said Section 31 to a point 400 feet, more or less, East of the West line of said Northwest Quarter of the Southeast Quarter;

Thence in a Northeasterly direction a distance of 30 feet, more or less, to a point on the South line of the North 99 feet of said Northwest Quarter of the Southeast Quarter and the terminal point of the easement herein described.

PARCEL C:

The West 115 feet of the East 235 feet of the North 99 feet of the West Half of the Northwest Quarter of the Southeast Quarter of Section 31, Township 35 North, Range 2 East of the Willamette Meridian.

PARCEL D:

TOGETHER WITH a non-exclusive easement for ingress, egress and travel purposes over and across an existing one-lane dirt road running approximately along the South line of the North 99 feet of the West Half of the Northwest Quarter of the Southeast Quarter of said Section 31, and veering in a Northerly direction to connect with a public road at the Northwest corner of said Northwest Quarter of the Southeast Quarter, until such time as a County Road is provided for access to the subject property.

Situated in Skagit County, Washington



200505240186

Skagit County Auditor