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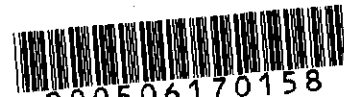
RETURN TO (NLS),
Nations Title Agency, Inc.
5370 W. 95th St.
Shawnee, KS 66207

WHEN RECORDED RETURN TO:

Name: Nations Title Agency
Address: 520 Genais St. Suite 250
City, State, Zip Colo. SC 24201
NLS # 04NLS2618

LAND TITLE OF SKAGIT COUNTY

113822-P



200506170158
Skagit County Auditor

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SUBORDINATION AGREEMENT

04NLS2618
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. Land Title Company, as Trustee for Skagit County, which is a political subdivision of the State of Washington referred to herein as "subordinator", is the owner and holder of a mortgage dated May 12, 2004 which is recorded in under auditor's file No. 200405120118 records of Skagit County.

2. Chase Manhattan Mortgage Corporation, its successors and/or assigns, as their interest may appear referred to herein as "lender" is the owner and holder of the mortgage dated Oct. 28, 2004, executed by David A. & Jean E. Cole (which is recorded in volume 200506170157 of Mortgages, page 1, under auditor's file No. 200506170157, records of Skagit County) (which is to be recorded concurrently herewith).

3. David A. Cole and Jean E. Cole 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, consents 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 agreement.

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 agreements 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 thereafter 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 8th day of October, 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 THEIR ATTORNEYS WITH RESPECT THERETO.

[Signature]

~~STATE OF WASHINGTON)~~

~~ss.~~

~~COUNTY OF Skagit)~~

~~On this 8th day of October, 2004 before me, the undersigned, a notary public in and for the State of Washington, duly commissioned and sworn, personally appeared Clyde Williams known to me to be the individual(s) described in and who executed the within instrument and acknowledged that he signed and sealed the same as his free and voluntary act and deed, for the uses and purposes herein mentioned.~~



200506170158
Skagit County Auditor

~~Alana Pizzuto~~
Notary Public

Printed Name: Alana Pizzuto

My appointment expires: _____

Individual Capacity

STATE OF WASHINGTON)

ss.

COUNTY OF Skagit)

I certify that I know or have satisfactory evidence that Clyde Williams is the person who appeared before me, and said person acknowledged that he signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged it as Financial Admin. Water Quality Loans of Skagit County to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated: 10-8-04

Alana Pizzuto
Notary Public

Printed Name: Alana Pizzuto

My appointment expires: 4-10-08



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