

AFTER RECORDING MAIL TO:

First Horizon Corporation dba
First Horizon Home Loans
5808 Lake Washington Blvd., #400
Kirkland, WA 98033



200506200190
Skagit County Auditor

6/20/2005 Page 1 of 2 3:22PM

Filed for Record at Request of:
First American Title Of Skagit County
Escrow Number: 84859

FIRST AMERICAN TITLE CO.
84859 E-3

Subordination Agreement

Grantor(s): Todd S. Field
Grantee(s): First Horizon Corporation dba First Horizon Home Loans

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:

- Todd S. Field referred to herein as "subordinator", is the holder of a lien or judgment dated June 14, 2004 which is recorded as Cause No. 04-3-00169-9 under Judgement No. 04-9-00988-8, records of Skagit County, Washington.
- First Horizon Corporation dba First Horizon Home Loans referred to herein as "lender", is the owner and holder of a mortgage dated 6/8/05 executed by First American Title Company (which is recorded in volume 200506200189 of Mortgages, page 200506200189 auditor's file No. 200506200189 records of Skagit County) (which is to be recorded concurrently herewith).
- Terry W. Schulze and Laura L. Schulze referred to herein as "owner", is the owner of all the real property described in the mortgage identified above in Paragraph 2.
- 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 judgement 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 there under, including any extension or renewal thereof.
- "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.
- It is understood by the parties hereto that "lender" would not make the loan secured by the mortgage in Paragraph 2 without this agreement.
- 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 supercede 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 1st day of June, 2005.

NOTICE: THIS SUBORDINATION 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 THEIR ATTORNEYS WITH RESPECT THERETO.

Todd S. Field
Todd S. Field

State of Washington)
County of Skagit) SS:

I certify that I know or have satisfactory evidence that Todd S. Field the person(s) who appeared before me, and said person(s) acknowledged that he signed this instrument and acknowledge it to be his free and voluntary act for the uses and purposes mentioned in this instrument.

Date: June 3, 2005

Allyson C. Yamauchi

Notary Public in and for the State of Washington.
Residing at Mount Vernon
My appointment expires: 4-11-2007



200506200190
Skagit County Auditor