

AFTER RECORDING MAIL TO:



200507250212  
Skagit County Auditor

7/25/2005 Page 1 of 3 1:31PM

First American Title Co.  
3202 Commercial Ave.  
Anacortes, WA 98221

Filed for Record at Request of:  
First American Title Of Skagit County  
Escrow Number: A85024

FIRST AMERICAN TITLE CO.  
A85024-2

## Subordination Agreement

Reference Number(s): Lots 20 & 21, Block 12, "SEATTLE SYNDICATE'S FIRST ADDITION"  
3813-012-021-0001/p58865

Grantor(s): Kathleen K. Rounds

Grantee(s): David R. Rafnson and Susan M. Rafnson

**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. Kathleen K. Rounds  
referred to herein as "subordinator", is the owner and holder of a mortgage dated March 15, 2004  
which is recorded in volume \_\_\_\_\_ of Mortgages, page \_\_\_\_\_  
under auditor's file No. 200403190084, records of Skagit County.  
Najarian Loans, Inc.
2. referred to herein as "lender", is the owner and holder of a mortgage dated July 18, 2005  
executed by David R. Rafnson and Susan M. Rafnson  
(which is recorded in volume \_\_\_\_\_ of Mortgages, page \_\_\_\_\_,  
auditor's file No. 200507250211 records of Skagit County) (which  
is to be recorded concurrently herewith).
3. David R. Rafnson and Susan M. Rafnson  
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 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 13th 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.**

Kathleen K. Rounds  
Kathleen K. Rounds

David R. Rafnson  
David R. Rafnson

Susan M. Rafnson  
Susan M. Rafnson

State of Washington }  
County of Skagit } SS:

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

Date: JUNE 13, 2005

Tamara A Satko

Notary Public in and for the State of Washington  
Residing at Anacortes  
My appointment expires: 11/7/07



200507250212  
Skagit County Auditor

STATE OF WASHINGTON }

ACKNOWLEDGMENT - Individual

County of SKAGIT }

On this day personally appeared before me DAVID R. RAFNISON AND SUSAN M. RAFNISON to me known to be the individual(s) 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 19TH day of JULY, 2005.



Tamara A Satko  
Notary Public in and for the State of Washington  
Residing at ANACORTES  
My appointment expires 11/7/07

STATE OF WASHINGTON }

ACKNOWLEDGMENT - Individual

County of }

On this day personally appeared before me \_\_\_\_\_ to me known to be the individual(s) described in and who executed the within and foregoing instrument, and acknowledged that \_\_\_\_\_ signed the same as \_\_\_\_\_ free and voluntary act and deed, for the uses and purposes therein mentioned.

GIVEN under my hand and official seal this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_\_.

\_\_\_\_\_  
Notary Public in and for the State of Washington  
Residing at \_\_\_\_\_

My appointment expires \_\_\_\_\_

