

WHEN RECORDED RETURN TO:

Boeing Employees' Credit Union (BECU)
P.O. Box 97050
Seattle, WA 98124-9750
Attention: Servicing Solutions



200511160084
Skagit County Auditor

11/16/2005 Page 1 of 2 1:29PM

SUBORDINATION AGREEMENT

LOAN # HLOC 1000394287

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.

FIRST AMERICAN TITLE CO.

200511160084

The undersigned subordinator and owner agrees as follows:

1. Boeing Employees Credit Union referred to herein as "subordinator", is the owner and holder of a mortgage dated October 1, 2003 which is recorded in volume of Mortgages, page , under auditor's file No. 200310130172 records of Skagit County.
2. Horizon Bank referred to herein as "lender" is the owner and holder of the mortgage dated , executed by (which is recorded in volume of Mortgages, page , under auditor's file no. 200511160083 , records of Skagit County) (which is to be recorded concurrently herewith).
3. Laurence S Parfitt and Shelly D Parfitt 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 November 2005

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.

Laurence S Parfitt
Shelly D Parfitt

BECU

Debra Gipe

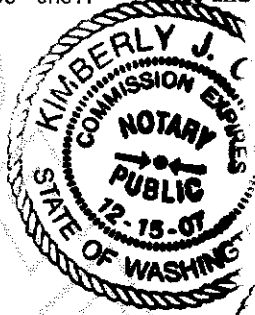
Debra Gipe- Manager Member Care

STATE OF WASHINGTON

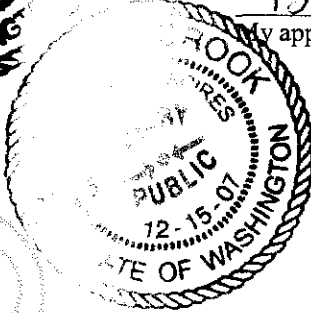
COUNTY OF KING *Skagit*

I certify that I know or have satisfactory evidence that Laurence S and Shelly D Parfitt is the person who appeared before me, and said person acknowledged that he/she signed this instrument and acknowledged it to be their free and voluntary act for the uses and purposes mentioned in the instrument.

DATED:



Kimberly J Crook
Notary Public
Kimberly J Crook
12/15/07
My appointment expires

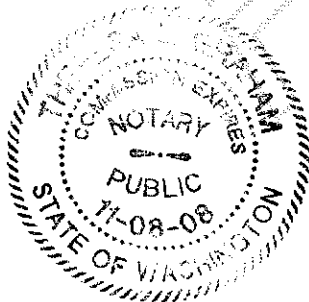


STATE OF WASHINGTON

COUNTY OF KING

I certify that I know or have satisfactory evidence that Debra Gipe is the person who appeared before me, and said person acknowledged that she signed this instrument and on oath stated that she was authorized to execute the instrument and acknowledged it as Lending Delivery Systems Manager of Boeing Employees' Credit Union to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

DATED: November 8, 2005



Theresa L Graham
Notary Public Theresa L Graham

My appointment expires 11-08-08
Mineral, WA

