

UCC FINANCING STATEMENT

FOLLOW INSTRUCTIONS (front and back) CAREFULLY

200512230053
Skagit County Auditor

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| | |
|---|--|
| A. NAME & PHONE OF CONTACT AT FILER [optional] Diligenz, Inc. 1-800-858-5294 | |
| B. SEND ACKNOWLEDGMENT TO: (Name and Address) 16702189 Prepared By: Diligenz, Inc. 6500 Harbour Heights Pkwy, Suite 400 Mukilteo, WA 98275 | |
| Filed In: Washington Skagit | |

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

| | | | | |
|--|-----------------------------------|-----------------------------------|--|---|
| 1. DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (1a or 1b) - do not abbreviate or combine names | | | | |
| 1a. ORGANIZATION'S NAME Velasco Family Corp. | | | | |
| OR | | | | |
| 1b. INDIVIDUAL'S LAST NAME | | FIRST NAME | MIDDLE NAME | SUFFIX |
| 1c. MAILING ADDRESS 902 W State Route Highway 20 | | | | |
| CITY Sedro Woolley | | STATE WA | POSTAL CODE 98284 | COUNTRY USA |
| 1d. TAX ID #: SSN OR EIN 20-1651803 | ADD'L INFO RE ORGANIZATION DEBTOR | 1e. TYPE OF ORGANIZATION Corp. | 1f. JURISDICTION OF ORGANIZATION WA | 1g. ORGANIZATIONAL ID #, if any <input checked="" type="checkbox"/> NONE |
| 2. ADDITIONAL DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (2a or 2b) - do not abbreviate or combine names | | | | |
| 2a. ORGANIZATION'S NAME | | | | |
| OR | | | | |
| 2b. INDIVIDUAL'S LAST NAME | | FIRST NAME | MIDDLE NAME | SUFFIX |
| 2c. MAILING ADDRESS | | | | |
| CITY | | STATE | POSTAL CODE | COUNTRY |
| 2d. TAX ID #: SSN OR EIN | ADD'L INFO RE ORGANIZATION DEBTOR | 2e. TYPE OF ORGANIZATION | 2f. JURISDICTION OF ORGANIZATION | 2g. ORGANIZATIONAL ID #, if any <input type="checkbox"/> NONE |
| 3. SECURED PARTY'S NAME (or NAME of TOTAL ASSIGNEE of ASSIGNOR S/P) - insert only one secured party name (3a or 3b) | | | | |
| 3a. ORGANIZATION'S NAME Whidbey Island Bank/SBA | | | | |
| OR | | | | |
| 3b. INDIVIDUAL'S LAST NAME | | FIRST NAME | MIDDLE NAME | SUFFIX |
| 3c. MAILING ADDRESS 1266 Bouslog Rd | | | | |
| CITY Burlington | | STATE WA | POSTAL CODE 98233 | COUNTRY USA |

4. This FINANCING STATEMENT covers the following collateral:

Fixture filing of collateral located on the following described real estate as shown on the exhibit named "Exhibit A", attached hereto and incorporated herein by this reference (the record owners of the real property is Glenn M Anderson and Julie K Anderson, 2079 Hwy 20 Sedro Woolley, WA 98284) PARCEL NUMBER: 35042300360105-short legal: PTN SW 1/4 SE 1/4 Beg on N LI Dollarwy Rd 561 Ft W of E LI SD Sub Th N 132 Ft Th W 182 Ft Th S 238Ft. That portion of the Southwest quarter of the Southeast quarter of Section 23, Township 35 North, Range 4 East, W.M.
See Attached Exhibits A & B

| | | | | | | |
|---|---|--|--|---------------------------------------|-----------------------------------|---|
| 5. ALTERNATIVE DESIGNATION (if applicable): | <input type="checkbox"/> LESSEE/LESSOR | <input type="checkbox"/> CONSIGNEE/CONSIGNOR | <input type="checkbox"/> BAILEE/BAILOR | <input type="checkbox"/> SELLER/BUYER | <input type="checkbox"/> AG. LIEN | <input type="checkbox"/> NON-UCC FILING |
| 6. <input checked="" type="checkbox"/> This FINANCING STATEMENT is to be filed (for record) (or recorded) in the REAL ESTATE RECORDS. Attach Addendum (if applicable) | 7. Check to REQUEST SEARCH REPORT(S) on Debtor(s) (ADDITIONAL FEE) (optional) | | <input type="checkbox"/> All Debtors <input type="checkbox"/> Debtor 1 <input type="checkbox"/> Debtor 2 | | | |
| 8. OPTIONAL FILER REFERENCE DATA SBA Loan# 179020888 | | | | | | |

16702189

EXHIBIT A

PARCEL 1

THAT PORTION OF THE SOUTHWEST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 23, TOWNSHIP 35 NORTH, RANGE 4 EAST, W.M., DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT ON THE NORTH MARGINAL LINE OF THE DOLLARWAY ROAD; WHICH IS 649 FEET WEST OF THE EAST LINE OF SAID SUBDIVISION; THENCE NORTH $0^{\circ}20'1/2''$ WEST 434.22 FEET; THENCE SOUTH $89^{\circ}39'1/2''$ WEST 94 FEET; THENCE SOUTH $0^{\circ}20'1/2''$ EAST 248.9 FEET, MORE OR LESS, TO A POINT 238 FEET NORTH $0^{\circ}20'1/2''$ WEST OF THE NORTH LINE OF SAID DOLLARWAY ROAD; THENCE NORTH $89^{\circ}39'1/2''$ EAST 96 FEET, SAID POINT BEING HEREINAFTER REFERRED TO AS POINT "X"; THENCE SOUTH $89^{\circ}39'1/2''$ WEST 96 FEET, SAID POINT BEING THE TRUE POINT OF BEGINNING; THENCE SOUTH $0^{\circ}20'1/2''$ EAST A DISTANCE OF 238 FEET TO THE NORTH LINE OF SAID ROAD; THENCE NORTH $60^{\circ}24'$ EAST ALONG THE NORTH LINE OF SAID ROAD A DISTANCE OF 224 FEET; THENCE NORTH $0^{\circ}20'1/2''$ WEST A DISTANCE OF 27 FEET; THENCE NORTHWESTER 105 FEET; MORE OR LESS TO A POINT THAT IS SOUTH $0^{\circ}20'1/2''$ EAST A DISTANCE OF 54 FEET FROM HEREINABOVE DESIGNATED POINT "X"; THENCE NORTH $0^{\circ}20'1/2''$ EAST A DISTANCE OF 54 FEET TO SAID POINT "X"; THENCE SOUTH $89^{\circ}39'1/2''$ WEST 96 FEET TO THE TRUE POINT OF BEGINNING. EXCEPT THAT PORTION OF THE SOUTHWEST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 23, TOWNSHIP 35 NORTH, RANGE 4 EAST, W.M., DESCRIBED AS FOLLOWS:

COMMENCING AT A POINT ON THE NORTH MARGINAL LINE OF THE DOLLARWAY ROAD WHICH IS 649 FEET WEST OF THE EAST LINE OF SAID SUBDIVISION; THENCE NORTH $00^{\circ}20'30''$ WEST, A DISTANCE OF 434.22 FEET; THENCE SOUTH $89^{\circ}39'30''$ WEST, A DISTANCE OF 94 FEET; THENCE SOUTH $00^{\circ}20'30''$ EAST, A DISTANCE OF 486.9 FEET MORE OR LESS TO THE NORTH LINE OF THE DOLLARWAY ROAD; THENCE NORTH $60^{\circ}24'$ EAST ALONG THE NORTH LINE OF THE DOLLARWAY ROAD 224.00 FEET TO THE POINT OF BEGINNING OF THIS DESCRIPTION; THENCE SOUTH $60^{\circ}24'$ WEST, ALONG THE NORTH LINE OF SAID DOLLARWAY ROAD 15.34 FEET; THENCE NORTH $00^{\circ}20'30''$ WEST, A DISTANCE OF 40.89 FEET; THENCE IN A SOUTHEASTERLY DIRECTION, 14.83 FEET TO A POINT WHICH LIES NORTH $00^{\circ}20'30''$ WEST, A DISTANCE OF 27.00 FEET FROM THE POINT OF BEGINNING; THENCE SOUTH $00^{\circ}20'30''$ EAST, A DISTANCE OF 27.00 FEET TO THE POINT OF BEGINNING.

PARCEL 2

PORTION OF THE SOUTHWEST QUARTER OF THE SOUTHEAST QUARTER OF SECTION 23, TOWNSHIP 35 NORTH, RANGE 4 EAST, W.M., DESCRIBED AS FOLLOWS:

COMMENCING AT A POINT ON THE NORTH MARGINAL LINE OF THE DOLLARWAY ROAD WHICH IS 649 FEET WEST OF THE EAST LINE OF SAID SUBDIVISION; THENCE NORTH $00^{\circ}20'30''$ WEST, A DISTANCE OF 434.22 FEET; THENCE SOUTH $89^{\circ}39'30''$ WEST, A DISTANCE OF 94 FEET; THENCE SOUTH $00^{\circ}20'30''$ EAST, 248.9 FEET MORE OR LESS TO A POINT 238 FEET NORTH $00^{\circ}20'30''$ WEST OF THE NORTH LINE OF SAID DOLLARWAY ROAD;



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EXHIBIT A CONTINUED

THENCE NORTH 89° 39' 30" EAST, A DISTANCE OF 96 FEET;
THENCE SOUTH 00° 20' 30" EAST, A DISTANCE OF 54.00 FEET TO THE
POINT OF BEGINNING OF THIS DESCRIPTION;
THENCE NORTH 00° 20' 30" WEST, A DISTANCE OF 50.75 FEET TO A
POINT WHICH FALLS IN AN EXISTING FENCELINE;
THENCE NORTH 87° 29' 38" EAST ALONG SAID FENCELINE, A DISTANCE
35.05 FEET TO A POINT WHICH FALLS AT THE WALL OF AN EXISTING
BUILDING;
THENCE SOUTH 00° 19' 12" EAST ALONG SAID BUILDING, A DISTANCE
1.95 FEET TO A POINT WHICH FALLS AT THE SOUTHWEST CORNER OF
WALLS OF SAID BUILDING; THENCE NORTH 89° 40' 48" EAST ALONG THE
SOUTH WALL OF SAID BUILDING AND ITS PROJECTION, A DISTANCE OF
50.98 FEET; THENCE SOUTH 00° 20' 30" EAST, A DISTANCE OF 91.1
FEET;
THENCE NORTH 64° 49' 13" WEST, A DISTANCE OF 95.30 FEET TO THE
POINT OF BEGINNING OF THIS DESCRIPTION.



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EXHIBIT 'B'

"The Loan secured by this lien was made under a United States Small Business Administration (SBA) nationwide program which uses tax dollars to assist small business owners. If the United States is seeking to enforce this document, then under SBA regulations:

- a) When SBA is the holder of the Note, this document and all documents evidencing or securing this Loan will be construed in accordance with federal law.
- b) Lender or SBA may use local or state procedures for purposes such as filing papers, recording documents, giving notice, foreclosing liens, and other purposes. By using these procedures, SBA does not waive any federal immunity from local or state control, penalty, tax or liability. No Borrower or Guarantor may claim or assert against SBA any local or state law to deny any obligation of Borrower, or defeat any claim of SBA with respect to this Loan.

Any clause in this document requiring arbitration is not enforceable when SBA is the holder of the Note secured by this instrument."

Velasco Family Corp. dba Lorenzo's



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