

RETURN ADDRESS:

PEOPLES BANK
LOAN SERVICES
DEPARTMENT
PO BOX 233
LYNDEN, WA 98264



200602140086
Skagit County Auditor

2/14/2006 Page 1 of 3 11:13AM

CHICAGO TITLE IC37784--SM

MODIFICATION OF DEED OF TRUST

Reference # (if applicable): 200509160206

Additional on page _____

Grantor(s):

1. Arvidson, Colette L
2. Arvidson, Andrew A

Grantee(s)

1. PEOPLES BANK

Legal Description: Lts 11 and 12, Blk 4, STEWART'S FIRST ADDITION TO ANACORTES

Additional on page 2

Assessor's Tax Parcel ID#: 3833 004 012 0005 P60426

THIS MODIFICATION OF DEED OF TRUST dated February 13, 2006, is made and executed between between COLETTE L. ARVIDSON, also shown of records as COLETTE ARVIDSON, and ANDREW A. ARVIDSON, wife and husband, whose address is 2117 O Avenue, Anacortes, WA 98221 ("Grantor") and PEOPLES BANK, whose address is MOUNT VERNON OFFICE, 1801 RIVERSIDE DRIVE, MOUNT VERNON, WA 98273 ("Lender").

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated September 15, 2005 (the "Deed of Trust") which has been recorded in Skagit County, State of Washington, as follows:

A DEED OF TRUST DATED SEPTEMBER 15, 2005 AND RECORDED SEPTEMBER 16, 2005 UNDER AUDITOR'S FILE NO. 200509160206 RECORDS OF SKAGIT COUNTY, WASHINGTON.

REAL PROPERTY DESCRIPTION. The Deed of Trust covers the following described real property located in Skagit County, State of Washington:

Lots 11 and 12, Block 4, STEWART'S FIRST ADDITION TO ANACORTES, according to the plat thereof, recorded in Volume 2 of Plats, page 14, records of Skagit County, Washington.

Situated in Skagit County, Washington

The Real Property or its address is commonly known as 2117 O Avenue, Anacortes, WA 98221. The Real Property tax identification number is 3833 004 012 0005 P60426.

MODIFICATION. Lender and Grantor hereby modify the Deed of Trust as follows:

THE WORD "NOTE" MEANS THE PROMISSORY NOTE DATE FEBRUARY 13, 2006 FROM GRANTOR TO LENDER, TOGETHER WITH ALL RENEWALS OF, EXTENSIONS OF, MODIFICATIONS OF, REFINANCING OF, CONSOLIDATIONS OF, AND SUBSTITUTIONS FOR THE PROMISSORY NOTE OR AGREEMENT

INCREASE THE PRINCIPAL AMOUNT FROM \$50,000.00 TO \$70,000.00.

CONTINUING VALIDITY. Except as expressly modified above, the terms of the original Deed of Trust shall remain unchanged and in full force and effect. Consent by Lender to this Modification does not waive Lender's right to require strict performance of the Deed of Trust as changed above nor obligate Lender to make any future modifications. Nothing in this Modification shall constitute a satisfaction of the promissory note or other credit agreement secured by the Deed of Trust (the "Note"). It is the intention of Lender to retain as liable all parties to the Deed of Trust and all parties, makers and endorses to the Note, including accommodation makers, unless a party is expressly released by Lender in writing. Any maker or endorser, including accommodation makers, shall not be released by virtue of this Modification. If any person who signed the original Deed of Trust does not sign this Modification, then all persons signing below acknowledge that this Modification is given conditionally, based on the representation to Lender that the non-signing person consents to the changes and provisions of this Modification or otherwise will not be released by it. This waiver applies not only to any initial extension or modification, but also to all such subsequent actions.

GRANTOR ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS MODIFICATION OF DEED OF TRUST AND GRANTOR AGREES TO ITS TERMS. THIS MODIFICATION OF DEED OF TRUST IS DATED FEBRUARY 13, 2006.

GRANTOR:

X Colette L Arvidson

Colette L Arvidson

X Andrew A Arvidson

Andrew A Arvidson

LENDER:

PEOPLES BANK

X Marilyn Allen Authorized Officer

INDIVIDUAL ACKNOWLEDGMENT

STATE OF WA

COUNTY OF Skit

On this day before me, the undersigned Notary Public, personally known to me or proved to me on the basis of satisfactory evidence to be the individuals described in and who executed the Modification of Deed of Trust, and acknowledged that they signed the Modification as their free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 06 day of Feb, 2006

By Marilyn Allen Notary Public in and for the State of WA

My commission expires 43007

MODIFICATION OF DEED OF TRUST
(Continued)

Loan No: 5033011-103

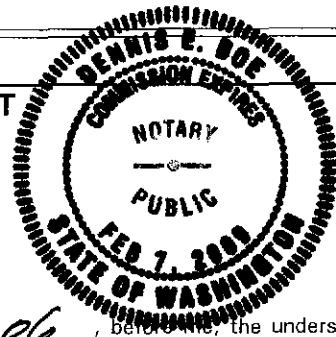
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LENDER ACKNOWLEDGMENT

STATE OF Washington

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) SS
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COUNTY OF Skagit



On this 13th day of February, 2006, before me, the undersigned Notary Public, personally appeared Notary David Broder and personally known to me or proved to me on the basis of satisfactory evidence to be the person, authorized agent for the Lender that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of the said Lender, duly authorized by the Lender through its board of directors or otherwise, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this said instrument and that the seal affixed is the corporate seal of said Lender.

By Dennis E. Boe DENNISE. BOE
Notary Public in and for the State of Washington

Residing at Maui Hawaii
My commission expires 02/07/09



200602140086
Skagit County Auditor