



200608080109  
Skagit County Auditor

8/8/2006 Page 1 of 3 3:16PM

**AFTER RECORDING MAIL TO:**

Name PRIVATE MTG INVEST.  
Address PO 891  
City/State BURLINGTON WA 98233

**Subordination Agreement**

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 Insurance Company

FIRST AMERICAN TITLE CO.

82895

(this space for title company use only)

The undersigned subordinator and owner agrees as follows:

1. SWEN GILDNESS INC referred to herein as "subordinator", is the owner and holder of a mortgage dated 9-28-05, 19    , which is recorded in volume      of Mortgages, page     , under auditor's file No. 200510170142 records of SKAGIT County.

2. ROGER & LESLIE JUNGAQUIST referred to herein as "lender", is the owner and holder of a mortgage dated 8-1-06, 19    , executed by ISLAND VIEW HOMES (which is recorded in volume      of Mortgages, page     , under auditor's file No. 200608080059, records of SKAGIT County) (which is to be recorded concurrently herewith).

3. ISLAND VIEW HOMES referred to herein as "owner", is the owner of all the real property described in the mortgage identified above in Paragraph 2.

Assessor's Property Tax Parcel/Account Number(s): P65723 + P65724

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 of 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.

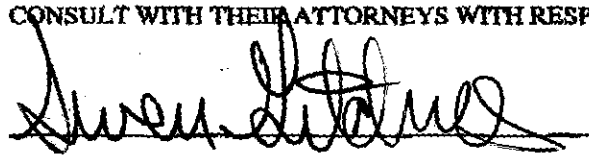
6. It is understood by the parties hereto that "lender" would not make the loan secured by the mortgage in Paragraph 2 without this agreement.

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 there after executed.

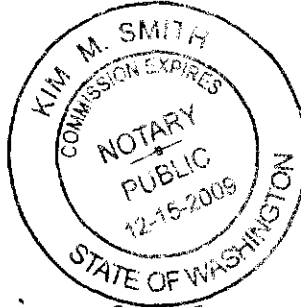
8. The heirs, administrators, assigns and successors in interest of the "subordinator" shall be bound by this agreement. Where the word "mortgage" appears herein it shall be considered as "deed of trust", and gender and number of pronouns considered to conform to undersigned.

Executed this 7th day of July, 1906

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.



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\_\_\_\_\_  
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STATE OF WASHINGTON,  
County of Skagit ss.

On this day personally appeared before me Kim M. Smith  
to me known to be the individual described in and who executed the within and foregoing instrument, and  
acknowledged that he signed the same as hus free and voluntary act and deed, for the  
uses and purposes therein mentioned.

GIVEN under my hand and official seal this 8th day of July 2006,  
Kim M. Smith

Notary Public in and for the State of Washington,  
residing at Mt Vernon 1215109  
My appointment expires \_\_\_\_\_

ACKNOWLEDGMENT - INDIVIDUAL  
FIRST AMERICAN TITLE COMPANY  
WA - 48



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