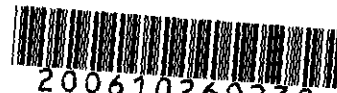


AFTER RECORDING RETURN TO:
Washington Federal Savings
Burlington Office
PO Box 527
Burlington WA 98233
Attention: Doreen Nystrom



200610260230
Skagit County Auditor

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LAND TITLE OF SKAGIT COUNTY

123221

Loan Number 017 209 322834-3

SHORT FORM DEED OF TRUST

THIS DEED OF TRUST ("Security Instrument") is made October 25th, 2006 between
ZYLSTRA HOMES, LLC, A WASHINGTON LIMITED LIABILITY COMPANY

as Grantor ("Borrower"), whose
address is 913 S 18TH ST, MOUNT VERNON WA 98274; and
WASHINGTON SERVICES, INC., A WASHINGTON CORPORATION as
trustee, whose address is 6125 SOUTH MORGAN ROAD, FREELAND, WA. 98249,
and WASHINGTON FEDERAL SAVINGS, a United States Corporation, as Beneficiary ("Lender" /
Grantee), whose address is 425 Pike Street, Seattle, Washington 98101.

Borrower hereby irrevocably grants, bargains, sells and conveys to Trustee in trust, with power of sale according to Washington law, all Borrower's estate, right, title, interest, claim and demand, now owned or hereafter acquired, in and to the following described property in SKAGIT County, Washington (the "Property", which term shall include all or any part of the Property, any improvements thereon and all the property described in Paragraph 2 of the Master Form Deed of Trust hereinafter referred to):

LOT 3, AS DELINEATED ON MOUNT VERNON SHORT PLAT NO. LU-05-078, APPROVED SEPTEMBER 1, 2006 AND RECORDED SEPTEMBER 7, 2006, UNDER AUDITOR'S FILE NO. 200609070075; BEING A PORTION OF LOT 2, "TIMBERLINE DIVISION III", AS PER PLAT RECORDED IN VOLUME 13 OF PLATS, PAGE 79, RECORDS OF SKAGIT COUNTY, WASHINGTON.

SITUATE IN THE CITY OF MOUNT VERNON, COUNTY OF SKAGIT, STATE OF WASHINGTON.

Assessor's Property Tax Parcel Account Number(s): 44600000020300 P. 125011

TOGETHER WITH all the tenements, hereditaments and appurtenances, now or hereafter thereunto belonging or in any way appertaining, leases and other agreements for the use and occupancy pertaining thereto, and the rents, issues and profits thereof and all other property or rights of any kind or nature whatsoever further set forth in the Master Form Deed of Trust hereinafter referred to, SUBJECT, HOWEVER, to the right, power and authority hereinafter given to and conferred upon Lender to collect and apply such rents, issues and profits.

This Security Instrument shall constitute a security agreement under the Uniform Commercial Code of Washington between Borrower as debtor and Lender as secured party. Borrower grants a security interest to Lender in any of the Property which is personal property and also grants a security interest in the property described in Paragraph 3 of the Master Form Deed of Trust hereinafter referred to, now owned or hereafter acquired by Borrower (the Property, as defined above, and the property described in said Paragraph 3 are hereafter collectively referred to as the "Collateral").

Borrower's Initials BZ

THIS SECURITY INSTRUMENT IS FOR THE PURPOSE OF SECURING the following:

(a) Payment of the sum of
THREE HUNDRED TWENTY ONE THOUSAND SEVEN HUNDRED AND NO/100S
\$321,700.00
(), with interest thereon according to the terms of a promissory note of even
date herewith, payable to Lender or order and made by Borrower (the "Note", which term shall include
all notes evidencing the indebtedness secured by this Security Instrument, including all renewals,
modifications or extensions thereof);

b) Payment of any further sums advanced or loaned by Lender to Borrower, or any of its
successors or assigns, if (1) the Note or other writing evidencing the future advance or loan specifically
states that it is secured by this Security Instrument, or (2) the advance, including costs and expenses
incurred by Lender, is made pursuant to this Security Instrument or any other documents executed by
Borrower evidencing, securing, or relating to the Note and/or the Collateral, whether executed prior to,
contemporaneously with, or subsequent to this Security Instrument (this Security Instrument, the Note
and such other documents, including any construction loan, land loan or other loan agreement, are
hereinafter collectively referred to as the "Loan Documents"), together with interest thereon at the rate
set forth in the Note unless otherwise specified in the Loan Documents or agreed to in writing;

c) Performance of each agreement, term and condition set forth or incorporated by reference in
the Loan Documents, including without limitation the loan agreement of even date herewith, which are
incorporated herein by reference or contained herein.

THE MATURITY DATE OF THESE SECURED OBLIGATIONS, AS CONTAINED IN THE
LOAN DOCUMENTS, INCLUDING THE NOTE, IS October 25th, 2008

By executing and delivering this Security Instrument and the Note secured hereby, the parties
agree that all provisions of Paragraphs 1 through 69 inclusive of the Master Form Deed of Trust
hereinafter referred to, except such paragraphs as are specifically excluded or modified herein, are hereby
incorporated herein by reference and made an integral part hereof for all purposes the same as if set forth
herein at length, and the Borrower hereby makes said covenants and agrees to fully perform all of said
provisions. The Master Form Deed of Trust above referred to was recorded on the dates below shown,
in the Official Records of the offices of the County Auditors or County Recorders of the following
counties in the State of Washington according to the enumerated recordation designations appearing
below after the name of each county, to wit:

COUNTY	DRAWER, REEL, BOOK OR VOLUME	PAGE NO(S)	FRAME OR AUDITOR'S FILE NO.	RECORDING OR DATE OF RECORDING
ADAMS	229	260-271	239483	October 12, 1995
ASOTIN	636	65-76	217406	October 11, 1995
BENTON	1052	1633-1644	9510120008	October 12, 1995
CHLAN	1111	694-705	729425	October 11, 1995
CLALLAM	3D	712-723	9510110089	October 11, 1995
COLUMBIA	1213	0637-0648	8601	October 11, 1995
COWLITZ	M444	09-20	951012074	October 12, 1995
DOUGLAS	0377	0564-0575	524669	October 11, 1995
FERRY	068	1954-1965	951012004	October 11, 1995
GRANT	95	33136-33147	951012026	October 11, 1995
GRAYS HARBOR	696	1410-1421	95016396	October 11, 1995
ISLAND	537	328-339	385505	October 11, 1995
JEFFERSON	0879	2392-2403	9510100421	October 10, 1995
KING	370	717	586108	October 13, 1995
KITTITAS	327	218	249676	October 11, 1995
KLICKITAT	672	350-361	9514582	October 11, 1995
LEWIS	65	003034-003045	400875	October 11, 1995
LINCOLN	688	144-155	615408	October 11, 1995
MASON	137	1089-1100	833848	October 11, 1995
OKANOGAN	9510	559-570	62332	October 11, 1995
PACIFIC	121	1099-1110	230779	October 12, 1995
PEND ORIELLE	1163	2511-2522	9510110478	October 11, 1995
PIERCE	525	230-241	95101201	October 12, 1995
SAN JUAN	1483	0372-0383	9510110046	October 11, 1995
SKAGIT	152	860-871	123494	October 11, 1995
SKAMANIA	3081	1623-1634	9510110189	October 11, 1995
SNOHOMISH	1781	1737-1748	9510110230	October 11, 1995
SPOKANE	193	2376-2387	9510157	October 11, 1995
STEVENS	2464	702-713	9510110097	October 11, 1995
THURSTON	104	0579-0590	45447	October 12, 1995
WAHIAKUM	234	1593-1604	9509789	October 11, 1995
WALLA WALLA	465	1133-1144	951011197	October 11, 1995
WHATCOM	1494	1819-1830	3110734	October 11, 1995
WHITMAN			Microfilm No. 580488	October 11, 1995
YAKIMA				October 11, 1995

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A copy of such Master Form Deed of Trust has been furnished to the person executing this Security Instrument, and by executing this Security Instrument the Borrower acknowledges having received such Master Form Deed of Trust.

The Property which is the subject of this Security Instrument is not used principally or primarily for agricultural or farming purposes.

The undersigned Borrower requests that a copy of any Notice of Default and of any Notice of Sale hereunder, as required by Washington law in case of non-judicial foreclosure of a deed of trust, be mailed to Borrower at Borrower's address as hereinabove set forth.

Borrower agrees to obtain all insurance required from time to time by Lender and as elsewhere provided in the Loan Documents, including flood insurance. If Borrower fails to maintain such insurance satisfactory to the Lender, Lender may make the payment on behalf of the Borrower and any sums expended shall be added to principal and bear interest at the rate provided in the Note.

If the box preceding any of the following statements contains an "X", that statement is a part of this Security Instrument. If the box is not so checked, the corresponding statement is not part of this Security Instrument.

- ☐ Paragraph 49 of the Master Form Deed of Trust (which refers to the existence, if any, of an adjustable rate feature in the Note) is hereby deleted.
- ☒ The Note secured hereby evidences a construction loan or land loan but is not a combination Note. Paragraph 53 of the Master Form Deed of Trust is hereby deleted.
- ☐ The Note secured hereby is a combination construction loan/permanent loan Note. Refer to paragraph 53 of the Master Form Deed of Trust.
- ☐ The Property or a part thereof is a Condominium. Refer to paragraph 50 of the Master Form Deed of Trust.
- ☐ A fee owner and a leasehold owner of the Property, or a portion thereof, have executed this Security Instrument. Refer to paragraph 51 of the Master Form Deed of Trust.
- ☐ The Property or a part thereof is a leasehold estate. Refer to paragraph 52 of the Master Form Deed of Trust.
- ☐ See also Schedule "A" of this Short Form Deed of Trust, attached hereto and incorporated herein by this reference.

WITNESS the hand(s) and seal(s) of the Borrower, and each of them if more than one, on the day and year first above written.

ZYLSTRA HOMES INC

BRIAN ZYLSTRA, MEMBER

(Over for notary acknowl

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(Seal or Stamp)

Dated: 10/25/06

My commission expires 3/10/10
residing at Mount Vernon
Notary Public in and for the State of Washington
(Signature)

(Name of the Party on Behalf of Whom the Instrument was Executed)
of ZYLSTRA HOMES, LLC
(Type of Authority, e.g., Officer, Trustee)

is/are the person(s) who appeared before me, and said person(s) acknowledged that (he/she/they) signed this instrument, on oath stated that (he/she/they) was/were authorized to execute the instrument and acknowledged it as the MEMBER

I certify that I know or have satisfactory evidence that
BRIAN ZYLSTRA

STATE OF WASHINGTON
COUNTY OF SKAGIT
() ss. ()

My commission expires
residing at
Notary Public in and for the State of
(Signature)

(Seal or Stamp)

Dated:

is/are the person(s) who appeared before me, and said person(s) acknowledged that (he/she/they) signed this instrument and acknowledged it to be (his/her/their) free and voluntary act for the uses and purposes mentioned in the instrument.

I certify that I know or have satisfactory evidence that

STATE OF
COUNTY OF
() ss. ()