

WHEN RECORDED MAIL TO

Nationwide Title Clearing, Inc.  
ATTN: Dusti Woodbury - CIT Unit  
2100 Alt 19 North  
Palm Harbor, FL 34683

CHICAGO TITLE COMPANY  
IC40533-SM

MIN: 100263105002027263



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SPACE ABOVE THIS LINE FOR RECORDERS USE

### DEED OF TRUST

TRUSTOR(S) Name(s) and Address(es)	DELLA MARIE MILLER 1213 E STATE STREET SEDRO WOOLLEY, WA 98284 ("Borrower")	Lender Name and Address	The CIT Group/Consumer Finance, Inc. (a Delaware Corporation) 11440 WEST BERNARDO COURT SUITE 356 SAN DIEGO, CA 92127 ("Lender")
		Name and Address of Beneficiary	MERS P.O. Box 2026 Flint, MI 48501-2026

TRUSTEE'S NAME AND ADDRESS

FIDELITY NATIONAL TITLE, 10655 NE 4TH STREET 200, BELLEVUE WA 98004

LOAN NUMBER	DATE	Maximum Amount of Unpaid Loan Indebtedness Exclusive of Interest and Other Charges Secured Under this Deed of Trust ("PRINCIPAL BALANCE")	FINAL PAYMENT DATE
500202726	11/03/2006	\$47,000.00	11/08/31

Lender has agreed to advance credit to Borrower in the amount set forth in the "Principal Balance" box above. This debt is evidenced by and is subject to the terms and conditions of a Home Equity Line of Credit Agreement and Disclosure Statement dated the date hereof (hereinafter referred to as the "Note").

**Deed of Trust as Security** - This Deed of Trust is given to secure prompt payment to Lender of all sums advanced pursuant to the Note, plus finance charges and other charges according to the terms of the Note. The Note provides for advances of funds to the Borrower from time to time pursuant to a line of credit granted by the Lender. The credit extension is for a revolving, replenishable credit line with a maximum principal balance outstanding from time to time in the amount specified above. **The beneficiary of this Deed of Trust is MERS** (solely as nominee for Lender and Lender's successors and assigns) and the successors and assigns of MERS. "MERS" is Mortgage Electronic Registration Systems, Inc. MERS is a separate corporation that is acting as a nominee for Lender and Lender's successors and assigns. MERS is organized and existing under the laws of Delaware, and has an address and telephone number of P.O. Box 2026, Flint, MI 48501-2026, Tel. (888) 679-MERS. This Deed of Trust, WITH POWER OF SALE, secures each advance made pursuant to the Note and the security for each advance shall have a priority as of the date of recording of this Deed of Trust. The Deed of Trust also secures any extensions, renewals or modifications of the Note and the payment of any additional or subsequent advances or payments made by the Lender and the performance of all covenants, conditions and agreements contained in this Deed of Trust, and costs and expenses of collection enforcement to the extent not prohibited by law. The Note contains provisions allowing for changes in the interest rate and minimum monthly payment of the loan and this Deed of Trust shall secure all interest amounts accruing pursuant to those provisions. For this purpose, Borrower irrevocably grants and conveys to Trustee, in trust, with power of sale, the following described property located in **SKAGIT** County, Washington :

SEE ATTACHED LEGAL DESCRIPTION 'EXHIBIT A'  
Abbreviated Legal Description: Lot 1, City of Sedro Woolley SP#02-00

Additional Legal Description is on page 5 of document;

Assessor's Tax Parcel ID #: P77228

which has the address of 1213 E STATE STREET SEDRO WOOLLEY  
(Street) (City)  
Washington 98284 ("Property Address");  
(Zip Code)

Together with all the improvements now or hereafter erected on the property, and all easements, rights, appurtenances, rents, royalties, mineral, oil and gas rights and profits, water rights and stock and all fixtures now or hereafter a part of the property. All replacements and additions shall also be covered by this Deed of Trust. All of the foregoing is referred to in this Deed of Trust as the "Property." The property is not used principally for agricultural or farming purposes. Borrower understands and agrees that MERS holds only legal title to the interests granted by Borrower in this Mortgage, but, if necessary to comply with law or custom, MERS (as nominee for Lender and Lender's successors and assigns) has the right: to exercise any or all of those interests, including, but not limited to, the right to foreclose and sell the Premises; and to take any action required of Lender including, but not limited to, releasing and canceling this Mortgage.

Borrower covenants that Borrower is lawfully seized of the estate hereby conveyed and has the right to grant and convey the Property. Borrower warrants that the lien created by this Deed of Trust is a valid and enforceable

SEE PAGES 2, 3, 4 AND 5 FOR ADDITIONAL IMPORTANT TERMS

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lien subordinate only to easements, liens and restrictions of record as of the date of this Deed of Trust, and that during the entire term of the indebtedness secured by this Deed of Trust Borrower will not permit this lien to become subordinate to anything else. Borrower warrants and will defend the title to the Property against all claims and demands except such easements, liens and restrictions of record as of the date of this Deed of Trust.

Borrower and Lender covenant and agree as follows:

**1. Payment of Principal and Interest; Prepayment and Late Charges.** Borrower shall promptly pay when due the principal of and interest on the debt evidenced by the Note and any prepayment and late charges due under the Note.

**2. Taxes-Liens-Insurance-Maintenance.** Borrower will pay, when they are due and payable, all taxes, liens or security titles (legal claims), assessments, obligations, water rates and any other charges against the Property, whether superior or inferior to the lien or security title of this Deed of Trust, including paying Lender any costs, including outside attorney's fees incurred by Lender in defending any lawsuit by prior or later lienholders or security title holders on the Property, maintain hazard insurance on the Property in Lender's favor in a form and amount satisfactory to Lender and maintain and keep the Property in good repair at all times during the term of this Deed of Trust pursuant to paragraph 4 below. If Borrower fails to maintain the Property in good repair, Lender may enter the Property and make those repairs necessary to maintain the Property in good repair. Lender may pay any such tax, lien or security title, assessment, obligation, water rates, premium or other charge necessary to maintain the Property in good repair, or purchase such insurance in Lender's own name, if Borrower fails to do so. The amount Lender pays will be due and payable to Lender on demand, will bear an interest charge at the interest rate set forth in the Note secured by this Deed of Trust if permitted by law, or, if not, at the highest lawful interest rate, will be an additional lien or security title on the Property and may be enforced and collected in the same manner as the other obligations secured by this Deed of Trust. The insurance carrier providing the insurance referred to above will be chosen by Borrower subject to Lender's approval which will not be unreasonably withheld. All insurance policies and renewals must be acceptable to Lender and must include a standard mortgagee clause. Lender will have the right to hold the policies and renewals. If Lender requires, Borrower will promptly give to Lender all receipts of paid premiums and renewal notices. In the event of a loss, Borrower will give prompt notice to the insurance carrier and Lender. Lender may file a proof of loss if not made promptly by Borrower. Insurance proceeds will be applied to the restoration or repair of the Property damaged or, at Lender's option, the insurance proceeds will be applied to the sums secured by this Deed of Trust, whether or not then due, with any excess paid to Borrower. If Borrower abandons the Property, or does not answer within ten (10) days, a notice from Lender that the insurance carrier has offered to settle a claim, then Lender may collect the insurance proceeds. Lender may use the proceeds to repair or restore the Property or to pay sums secured by this Deed of Trust, whether or not then due. The ten (10)-day period will begin when the notice is given.

**3. Application of Payments.** Unless applicable law provides otherwise, payments shall be first applied to any prepayment charges, then to any costs and expenses incurred under this Deed of Trust, then to interest then due and then to principal.

**4. Preservation and Maintenance of Property; Leaseholds.** Borrower shall not destroy, damage or substantially change the Property, allow the Property to deteriorate or commit waste. If this Deed of Trust is on a leasehold, Borrower shall comply with the provisions of the lease, and if Borrower acquires fee title to the Property, the leasehold and fee title shall not merge unless Lender agrees to the merger in writing.

**5. Mortgage Insurance.** If Lender required mortgage insurance as a condition of making the loan secured by this Deed of Trust, Borrower shall pay the premiums required to maintain the insurance in effect until such time as the requirement for the insurance terminates in accordance with Borrower's and Lender's written agreement or applicable law.

**6. Inspection.** Lender or its agent may make reasonable entries upon and inspections of the Property. Lender shall give Borrower notice at the time of or prior to an inspection specifying reasonable cause for the inspection.

**7. Condemnation.** The proceeds of any award or claim for damages, direct or consequential, in connection with any condemnation or other taking of any part of the Property, or for conveyance in lieu of condemnation, are hereby assigned and shall be paid to Lender.

In the event of a total taking of the Property, the proceeds shall be applied to the sums secured by this Deed of Trust, whether or not then due, with any excess paid to Borrower. In the event of a partial taking of the Property, unless Borrower and Lender otherwise agree in writing, the sums secured by this Deed of Trust shall be reduced by the amount of the proceeds multiplied by the following fraction: (a) the total amount of the sums secured immediately before the taking, divided by (b) the fair market value of the Property immediately before the taking. Any balance shall be paid to Borrower.

If the Property is abandoned by Borrower, or if, after notice by Lender to Borrower that the condemnor offers to make an award or settle a claim for damages, Borrower fails to respond to Lender within 30 days after the date the notice is given, Lender is authorized to collect and apply the proceeds, at its option, either to restoration or repair of the Property or to the sums secured by this Deed of Trust, whether or not then due.

Unless Lender and Borrower otherwise agree in writing, any application of proceeds to principal shall not extend or postpone the due date of the payments referred to in paragraph 1 or change the amount of such payments.

**8. Borrower Not Released; Forbearance By Lender Not a Waiver.** Extension of the time for payment or modification of amortization of the sums secured by this Deed of Trust granted by Lender to any successor in interest of Borrower shall not operate to release the liability of the original Borrower or Borrower's successors in interest. Lender shall not be required to commence proceedings against any successor in interest or refuse to extend time for payment or otherwise modify amortization of the sums secured by this Deed of Trust by reason of any

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SEE PAGES 1, 3, 4 AND 5 FOR ADDITIONAL IMPORTANT TERMS

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demand made by the original Borrower or Borrower's successors in interest. Any forbearance by Lender in exercising any right or remedy shall not be a waiver of or preclude the exercise of any right or remedy.

**9. Successors and Assigns Bound; Joint and Several Liability; Co-signers.** The covenants and agreements of this Deed of Trust shall bind and benefit the successors and assigns of Lender and Borrower, subject to the provisions of paragraph 15. Borrower's covenants and agreements shall be joint and several. Any Borrower who co-signs this Deed of Trust but does not execute the Note: (a) is co-signing this Deed of Trust only to mortgage, grant and convey that Borrower's interest in the Property under the terms of this Deed of Trust; (b) is not personally obligated to pay the sums secured by this Deed of Trust; and (c) agrees that Lender and any other Borrower may agree to extend, modify, forbear or make any accommodations with regard to the terms of this Deed of Trust or the Note without that Borrower's consent.

**10. Loan Charges.** If the loan secured by this Deed of Trust is subject to a law which sets maximum loan charges, and that law is finally interpreted so that the interest or other loan charges collected or to be collected in connection with the loan exceed the permitted limits, then: (a) any such loan charge shall be reduced by the amount necessary to reduce the charge to the permitted limit; and (b) any sums already collected from Borrower which exceeded permitted limits will be refunded to Borrower. Lender may choose to make this refund by reducing the principal owed under the Note or by making a direct payment to Borrower. If a refund reduces principal, the reduction will be treated as a partial prepayment without any prepayment charge under the Note.

**11. Legislation Affecting Lender's Rights.** If enactment or expiration of applicable laws has the effect of rendering any provision of the Note or this Deed of Trust unenforceable according to its terms, Lender, at its option, may require immediate payment in full of all sums secured by this Deed of Trust and may invoke any remedies permitted by paragraph 17.

**12. Notices.** Any notice to Borrower provided for in this Deed of Trust shall be given by delivering it or by mailing it by first class mail unless applicable law requires use of another method. Borrower requests that copies of any notices of default and sale be sent to Borrower's address which is the Property Address unless otherwise indicated on the front page of this Deed of Trust. Any notice to Lender shall be given by first class mail to Lender's address stated herein or any other address Lender designates by notice to Borrower. Any notice provided for in this Deed of Trust shall be deemed to have been given to Borrower or Lender when given as provided in this paragraph.

**13. Governing Law; Severability.** This Deed of Trust shall be governed by Washington and applicable federal law. In the event that any provision or clause of this Deed of Trust or the Note conflicts with applicable law, such conflict shall not affect other provisions of this Deed of Trust or the Note which can be given effect without the conflicting provision. To this end the provisions of this Deed of Trust and the Note are declared to be severable.

**14. Borrower's Copy.** Borrower shall be given one conformed copy of the Note and of this Deed of Trust.

**15. Transfer of the Property or a Beneficial Interest in Borrower.** If all or any part of the Property or any interest in it is sold or transferred (or if a beneficial interest in Borrower is sold or transferred and Borrower is not a natural person) without Lender's prior written consent, Lender may, at its option, require immediate payment in full of all sums secured by this Deed of Trust. However, this option shall not be exercised by Lender if exercise is prohibited by federal law as of the date of this Deed of Trust.

**16. Default.** Upon default under this Deed of Trust or the Note trustee shall sell the trust property in accordance with applicable law and public auction to the highest bidder. Except as otherwise provided, under applicable law, any person except trustee may bid at trustee's sale. Trustee shall apply the proceeds of the sale in accordance with applicable law and deliver to the purchaser at the sale, its deed, without warranty, which shall convey to the purchaser the interest in the property which borrower had, or had the power to convey at the time of the borrower's execution of this Deed of Trust, and such as may have been acquired thereafter. The trustee's deed shall recite the facts showing the sale was conducted in compliance with all the requirements of applicable law and this Deed of Trust, which recital shall be prima facie evidence of such compliance and conclusive evidence thereof in favor of bona fide purchasers and encumbrances for value. The power of sale conferred by this Deed of Trust, and by applicable law of this state is not an exclusive remedy, and when not exercised, Beneficiary may foreclose this Deed of Trust as a mortgage.

**17. Lender in Possession.** Upon acceleration under paragraph 17 or abandonment of the Property, Lender may petition the court for the appointment of a receiver who shall be entitled to enter upon, take possession of, manage the property, and to collect the rents of the Property including those past due. Any rents collected by Lender or the receiver shall be applied first to payment of the costs of management of the Property and collection of rents, including, but not limited to, receiver's fees, premiums on receiver's bonds and reasonable attorneys' fees, and then to the sums secured by this Deed of Trust.

**18. Reconveyance.** Upon payment of all sums secured by this Deed of Trust, Lender shall request the Trustee to reconvey the Property. Trustee shall reconvey the Property without warranty to the persons entitled thereto. The Trustee or Lender may charge a fee for services rendered in connection with the preparation, execution and recordation of a reconveyance, to the extent allowed by law. Borrower shall pay such fees and recording costs.

**19. Substitute Trustee.** Lender, at its option, may from time to time appoint a successor trustee to any Trustee appointed hereunder by an instrument executed and acknowledged by Lender and recorded in the office of the Recorder of the county in which the Property is located. The instrument shall contain the name of the original Lender, Trustee and Borrower, the book and page where this Deed of Trust is recorded and the name and address of the successor trustee. Without conveyance of the Property, the successor trustee shall succeed to all the title, powers and duties conferred upon the Trustee herein and by applicable law. This procedure for substitution of trustee shall govern to the exclusion of all other provisions for substitution.

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20. Deed of Trust as Security. This Deed of Trust is given to secure prompt payment to the Lender of all sums advanced pursuant to the Note, plus finance charges and other charges according to the terms of the Note. The Note provides for advances of funds to the Borrower from time to time pursuant to a line of credit granted by the Lender. The credit extension is for a revolving, replenishable credit line with a maximum principal balance outstanding from time to time in the amount specified above. This Deed of Trust secures each advance made pursuant to the Note and the security for each advance shall have a priority as of the date of recording of this Deed of Trust. The Deed of Trust also secures any extensions, renewals or modifications of the Note and the payment of any additional or subsequent advances or payments made by the Lender and the performance of all covenants, conditions and agreements contained in this Deed of Trust, and costs and expenses of collection enforcement to the extent not prohibited by law. The Note contains provisions allowing for changes in the interest rate and minimum monthly payment of the loan and this Deed of Trust shall secure all interest amounts accruing pursuant to those provisions.

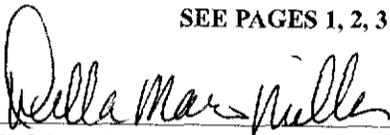
21. Not for Agricultural Purposes. The real property conveyed by this Deed of Trust is not used principally for agricultural or farming purposes.

22. Riders to this Deed of Trust. If one or more riders are executed by Borrower and recorded together with this Deed of Trust, the covenants and agreements of each rider shall be incorporated into and shall amend and supplement the covenants and agreements of this Deed of Trust as if the rider(s) were a part of this Deed of Trust [Check applicable box(s)].

- Adjustable Rate Rider       Condominium Rider       1-4 Family Rider  
 Graduated Payment Rider       Planned Unit Development Rider  
 Other(s) [specify]

By signing below, Borrower accepts and agrees to the terms and covenants contained in this Deed of Trust and in any rider(s) executed by Borrower and recorded with it.

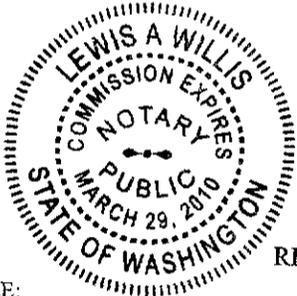
SEE PAGES 1, 2, 3 AND 5 FOR ADDITIONAL IMPORTANT TERMS

 (Seal) \_\_\_\_\_ (Seal)  
 DELLA MARIE MILLER -Borrower  
 \_\_\_\_\_ (Seal) \_\_\_\_\_ (Seal)  
 Non-Borrower Spouse Non-Borrower Spouse

STATE OF WASHINGTON  
 COUNTY OF SKAGIT

On this 3 day of NOV, 2006 before me, a Notary Public in and for the State of Washington, personally appeared DELLA MARIE MILLER and \_\_\_\_\_, personally known to me (or proved to me on the basis of satisfactory evidence) to be the persons who executed this instrument and acknowledged it to be their free and voluntary acts and deeds for the uses and purposes mentioned in the instrument.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal the day and year first above written.



  
 NOTARY PUBLIC in and for the State of Washington, residing at  
Mount Vernon WA  
 My appointment expires 3-29-10  
 Print Name Lewis A Willis

REQUEST FOR RECONVEYANCE

TO TRUSTEE:

The undersigned is the legal owner and holder of the notes and all other indebtedness secured by this Deed of Trust. You are hereby requested and directed, on payment to you of any sums owing to you under the terms of said Deed of Trust, to reconvey, without warranty, all the estate now held by you under this Deed of Trust to the person or persons legally entitled thereto.

Dated: \_\_\_\_\_



EXHIBIT A  
(Legal Description)

Lot 1 of CITY OF SEDRO WOOLLEY SHORT PLAT NO. 02-00, recorded April 14, 2000, under Auditor's File No. 20000414070, records of Skagit County, Washington; being a portion of Lot 3, State Street Addition to Sedro, according to the plat thereof recorded in Volume 3 of Plats, page 61, records of Skagit County, Washington.

Situated in Skagit County, Washington.

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