

After Recording Please Return To:
SHELTER BAY COMPANY
1000 Shoshone Drive
La Conner, WA 98257



200706290045
Skagit County Auditor

6/29/2007 Page 1 of 2 9:33AM

SHELTER BAY ASSIGNMENT OF SUBLEASE

KNOW ALL MEN BY THESE PRESENT THAT:

DONN F. HIGLEY and RUTHANNA HIGLEY, husband and wife

Lessee(s) of a certain sublease dated the 29th day of November, 1970
Wherein SHELTER BAY COMPANY, a Washington corporation, appears as Lessor, recorded on the 1st day of December, 1970 in accordance with Short Form Sublease No. 421 (Master Lease No.5020 , Contract No. 14-20-0500-2949) in records of Skagit County, Auditor's Filing No. 746262 , Volume 55 , Pages 687-688 hereinafter known as Assignor, for and in consideration of the sum of ten dollars and other valuable consideration paid for assignment of said sublease, receipt of which is hereby acknowledged by **FIRST AMERICAN TITLE CO.**
DONN F. HIGLEY and RUTHANNA HIGLEY, husband and wife

A91663E-1

Assignor(s), whose address is: 1593 South La Canada Drive, Green Valley, AZ 85614

ASSIGNOR assigned and set over, and by these presents does grant, assign and set over unto the said **DAVID A. KARNS and LYNN C. KARNS, husband and wife**

Assignee(s), whose address is: 421 Umatilla Drive, La Conner, WA 98257

The within indenture of Sublease, and all right, title and interest now owned or hereafter acquired, of said Assignor (s), in said Sublease including any buildings and appurtenances thereto, and also all estate, right, title, term of years yet to come, claim and demand whatsoever of, in to or out of the same, to have and to hold the said estate and right, title and interest of the Lessee(s) as a member of Shelter Bay Community, Inc., a Non-profit Washington corporation in accordance with and subject to the Articles of Incorporation and By-Laws and rules and regulations of Shelter Bay Community, Inc. As a part of the consideration the Assignee(s) assumes and agrees to pay the annual lease payments provided for in said sublease and the maintenance fees and assessments, if any, of Shelter Bay Community, Inc. from time to time as they become due. The next annual sublease payment payable to Shelter Bay Company, in the amount of \$304.00 is due and payable on the 1st day of June, 2008.

PRIOR ASSIGNMENT of Sublease from:

Thomas E. Stuen and Karen S. Stuen and James W. Walker and Elizabeth A. Stuen Walker to Donn F. Higley and Ruthanna Higley under Auditor's File No. 9903050177.

THE REAL ESTATE described in said lease is as follows:

Lot 421, "SURVEY OF SHELTER BAY DIVISION NO.3, Tribal and Allotted Lands of Swinomish Indian Reservation," as recorded in Volume 43 of Official Records, pages 839 to 842, inclusive, records of Skagit County, Washington.

Tax #5100-003-421-0000

IN WITNESS WHEREOF the parties have hereto signed this instrument this 11th Day of June, 2007.

Assignor(s):

Donn F. Higley
DONN F. HIGLEY

Ruthanna Higley
RUTHANNA HIGLEY

Assignee(s):

David A. Karns
DAVID A. KARNS

Lynn C. Karns
LYNN C. KARNS

3065
SKAGIT COUNTY WASHINGTON
REAL ESTATE EXCISE TAX

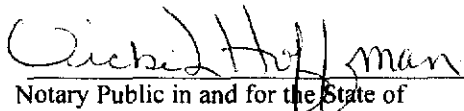
JUN 29 2007

Amount Paid \$ 3262.40
By Skagit Co. Treasurer
Deputy

STATE OF Washington)
) SS.
COUNTY OF Skagit)

On this 17th day of June, 2007 before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared **DONN F. HIGLEY and RUTHANNA HIGLEY** to me known to be the individuals described in and who executed the foregoing instrument and acknowledged to me that they signed and sealed the said instrument as their free and voluntary act and deed for the uses and purposes therein mentioned.

WITNESS my hand and official seal hereto affixed the day and year in the certificate above written.

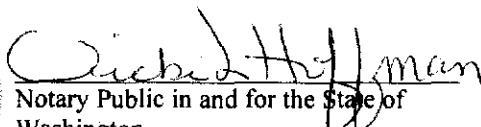

Notary Public in and for the State of
Washington

Residing at ANACORTES
My Commission Expires 10-8-09

STATE OF Washington)
) SS.
COUNTY OF Skagit)

On this 21th day of June, 2007 before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared **DAVID A. KARNS and LYNN C. KARNS** to me known to be the individuals described in and who executed the foregoing instrument and acknowledged to me that they signed and sealed the said instrument as their free and voluntary act and deed for the uses and purposes therein mentioned.

WITNESS my hand and official seal hereto affixed the day and year in this certificate above written.


Notary Public in and for the State of
Washington

Residing at ANACORTES
My Commission Expires: 10-8-09

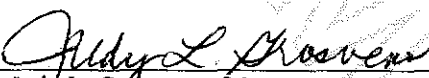
CONSENT OF LESSOR

SHELTER BAY COMPANY, Seller in the above described Sublease, does hereby consent to the above assignment of the aforesaid Sublease, subject to payments being made from time to time by the Assignee (s) hereof in accordance with said sublease to cover purchase of sublease, annual lease payments and maintenance fees and assessments for Shelter Bay Community, Inc. as they become due. This consent does not relieve the Assignor(s) from the obligation to make said payments in the event the Assignee(s) does not make said payment, and by this consent Shelter Bay Company does hereby consent to the assignment of membership in Shelter Bay Community, Inc. to the Assignee(s) subject to the approval of the Board of Trustees of Shelter Bay Community, Inc.

Date: 6/28/07



SHELTER BAY COMPANY


Judy L. Grosvenor, Manager



200706290045
Skagit County Auditor