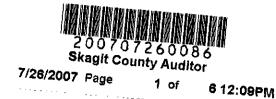
AFTER RECORDING MAIL TO: Shadow Creek Investments, LLC 8630 S. March Point Road Anacortes, WA 98221



Filed for Record at Request of First American Title Of Skagit County

Escrow Number: A86996

FIRST AMERICAN TITLE CO.

Statutory Warranty Deed

Grantor(s): SBH, LLC

Grantee(s): Shadow Creek Investments, LLC

Ptn. Lots 69, 70 and 71, "ANACO BEACH, SKAGIT COUNTY, WASHINGTON"; and Section 27, Township 35, Range 1; Ptn. Gov. Lot 3 and Ptn. SE - SE (aka Lot 3 BLA Survey); and Ptn. Lot 8, "ANACO BEACH, SKAGIT COUNTY, WASHINGTON"

Assessor's Tax Parcel Number(s): P61873, 3858-000-071-0001, P123272, 3858-000-069-0100, P123274, 350127-4-006-0500, P61825, 3858-000-008-0504

THE Grantor, SBH, LLC, for and in consideration of TEN DOLLARS AND OTHER GOOD AND VALUABLE CONSIDERATION in hand paid, conveys and warrants to Shadow Creek Investments, LLC, a Washington limited liability company the following described real estate, situated in the County of Skagit, State of Washington.

PARCEL "A":

Lot 3 of Boundary Line Adjustment Survey recorded July 17, 2007 under Auditor's File No. 200707170052, records of Skagit County, Washington, being a portion of the Southeast 1/4 and Government Lot 3 of Section 27, Township 35 North, Range 1 East, W.M., and a portion of Lots 69 through 71 of "ANACO BEACH, SKAGIT COUNTY, WASHINGTON", as per plat recorded in Volume 5 of Plats, page 4, records of Skagit County, Washington.

PARCEL "B":

An undivided 7/30th interest in the following described premises:

The Northwesterly 20 feet of Tract 8, "ANACO BEACH, SKAGIT COUNTY, WASHINGTON", according to the plat thereof recorded in Volume 5 of Plats, page 4, records of Skagit County, Washington. SUBJECT TO the Easements, Restrictions and Exceptions set forth on Exhibit "A" attached hereto. Dated July 23, 2007

By: Robert J. Seip, Member By: Carolyn Swadener, Member 3529 SKAGIT COUNTY WASHINGTON REAL ESTATE EXCISE TAX JUL 26 2007

NASHINGTON State of County of

Amount Paid \$ /1, 130.00

I certify that I know or have satisfactory evidence Robert J. Seip and Carolyn Swadener are the person(s) who appeared before me, and said person(s) acknowledged that he/she/they signed this instrument, on oath stated he/she/they are authorized to execute the instrument and are Members of SBH LLC to be the free and voluntary act of such party for the uses and purposes mentioned in this instrument.

ACCUMINATION AMORA CL Salso

Notary Public in and for the State of WASHINGTON

Residing at ANACORTES 2007 Date: EXP. 11-My pointment expires:

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EXCEPTIONS:

- A. Rights of the public to make all necessary slopes for cuts or fills upon the lots, blocks and tracts of land shown on the plat in reasonable grading of all the streets and avenues, shown thereon, as granted in the dedication of the plat.
- B. Right of the general public to the unrestricted use of all the waters of a navigable body of water not only for the primary purposes of navigation, but also for corollary purposes, including (but not limited to) fishing, boating, bathing, swimming, water skiing and other related recreational purposes, as those waters may affect the tidelands, shorelands, or adjoining uplands, and whether the level of the water has been raised naturally or artificially to a maintained or fluctuating level, all as further defined by the decisional law of this state. (Affects all of the premises subject to such submergence.)
- C. Reservation of minerals, etc., as provided by Section 7797-56, of Remington's Revised Statutes, as contained in Deed from the State of Washington, recorded under Auditor's File No. 456831.
- D. Right of third parties to cross Parcel "B" for access to tidelands, as disclosed by various instruments of record.
- E. EASEMENT FOR ROADWAY, RESERVED IN DEED:

Dated:

July 30, 1932

Recorded:

August 2, 1932

Auditor's No.:

252024

Area Affected:

Parcel "A" of Survey

F. EASEMENT, INCLUDING TERMS AND PROVISIONS THEREOF:

Auditor's No.:

321628

In Favor Of:

Puget Sound Power and Light Company

in ravor

Electric transmission and/or distribution line, together

with necessary appurtenances

Area Affected:

Parcel "A"

G. RESERVATIONS CONTAINED IN DEED

Executed by:

M. R. Wood and Georgie W. Wood, husband and wife

Recorded:

August 2, 1932

Auditor's No:

242024 (Volume 161, page 324)

As Follows:

Subject to easement for road as existing through the East portion of Tracts 70, 71, 72 and the Southerly portion of Tract 75, between which said reservation or easement shall be automatically cancelled and annulled whenever the City of Anacortes, any person or persons, constructs a road supplanting and substituting for all practical purposes another road of equal benefit to users of present road as herein reserved.

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EASEMENT, INCLUDING THE TERMS AND PROVISIONS THEREOF:

Grantee:

City of Anacortes, a municipal corporation

Recorded:

Purpose:

October 18, 1976

Auditor's No:

For utility purposes only, with full right of ingress and egress

and the right to install, maintain, repair and replace utility line

844526

Area Affected:

North 5 feet (Portion of Parcel "A")

Possible easement for drainfield over, under, along and across the premises and/or the right to acquire such easement, disclosed by recital contained in deed:

Dated:

January 3, 1984

Recorded:

January 4, 1984

Auditor's No.:

8401040027

Grantor:

Jack W. Papritz and Gunvor M. Papritz, husband and

Grantee:

Daniel D. Palmer and Florence C. Palmer, husband and

Conveying:

A portion of Lot 68, Anaco Beach

As Follows:

In the event the above portion of Lot 68 does not meet the requirements of the Skagit County Health Department relative to percolation for septic tank purposes, the Grantors herein agree to provide a drainfield easement of suitable size and location on adjoining Lot 69.

Affects:

Parcel "B" of Survey

Right to top or cut down any trees, except vine maples on Lot 69 that are rooted below 20 vertical feet from the level of the prominent natural ledge on the East end of Lots 67 and 68, Anaco Beach, granted in deed:

Recorded:

June 21, 1983

Auditor's No.:

8306210043

Grantor:

Jack W. Papritz and Gunvor M. Papritz, husband and

Grantee:

Daniel D. Palmer and Florence C. Palmer, husband and

wife

Affects:

Parcel "B" of Survey

K. EASEMENT, INCLUDING TERMS AND PROVISIONS THEREOF:

Recorded:

February 6, 1940

Auditor's No.:

321630

In Favor Of:

Puget Sound Power and Light Company

Purpose:

Electric transmission and/or distribution line, together

with necessary appurtenances

Area Affected:

Parcel "C" of Survey

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L. // EASEMENT, INCLUDING TERMS AND PROVISIONS THEREOF:

Recorded:

June 14, 1977

Auditor's No.:

858311

In Favor Of:

Puget Sound Power and Light Company

Purpose:

Electric transmission and/or distribution line, together

with necessary appurtenances

Area Affected:

Parcel "C" of Survey

M. Public or private easements, if any, lying within vacated portions.

N. EASEMENT, INCLUDING TERMS AND PROVISIONS THEREOF:

Grantee:

City of Anacortes

Dated:

July 14, 1995

Recorded: Auditor's No.: July 26, 1995 9507260068

Purpose:

Permanent Public Utility Easement

Area Affected:

Portion Parcel "A" as shown on Survey recorded under

Auditor's File No. 200403220173

O. EASEMENT, INCLUDING TERMS AND PROVISIONS THEREOF:

Grantee:

City of Anacortes

Dated:

July 14, 1995 July 26, 1995

Recorded: Auditor's No.:

9507260067

Purpose:

Permanent Public Utility Easement

Area Affected:

Portion Parcel "A" as shown on Survey recorded under

Auditor's File No. 200403220173

P. EASEMENT, INCLUDING TERMS AND PROVISIONS THEREOF:

Grantee:

City of Anacortes

Dated:

July 18, 1995 July 26, 1995

Recorded: Auditor's No.:

9507260066

Purpose:

Permanent Public Utility Easement

Area Affected:

Portion Parcel "A" as shown on Survey recorded under

Auditor's File No. 200403220173

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Q. MATTERS AS DISCLOSED AND/OR DELINEATED ON THE FACE OF THE FOLLOWING RECORDED SURVEY:

Recorded: Auditor's No.: March 22, 2004 200403220173

Said matters include but are not limited to the following:

1. Easement for drainage over, under and across that portion thereof described as follows:

Commencing at the Northeast corner of the plat of Anaco Beach, Skagit County, Washington, as recorded in Volume 5 of Plats, page 4, records of Skagit County, Washington, as shown on Short Plat No. Ana-96-002, as recorded under Skagit County Auditor's File No. 200212270040; thence North 88° 14' 08" East, along the Easterly extension of the North line of said plat, 30.41 feet to a point on the West line of said Northwest quarter of the Southeast quarter of the Southeast quarter; thence South 0° 33' 37" East, along said East line, 240.64 feet; thence at a right angle North 89° 26' 23" East, 25.68 feet to the true point of beginning; thence continuing North 89° 26' 23" East, 93.03 feet to a point on the Southerly extension of the West margin of that certain 50-foot wide right-of-way as conveyed to the City of Anacortes by instrument recorded under Skagit County Auditor's File No. 9002120093; thence North 17° 24' 47" East, along said Southerly extension of said margin, 32.75 feet to the beginning of a curve to the left having a radius of 739.00 feet; thence Northeasterly along said Southerly extension of said margin and the arc of said curve, through a central angle of 9° 02' 46", an arc distance of 116.68 feet to the intersection of the centerline of that certain 60.00-foot wide right-of-way as conveyed to the City of Anacortes by instrument recorded under Skagit County Auditor's File No. 235194 and vacated by Ordinance No. 1934 and beginning of a non-tangent curve, concave to the Southwest, having a radius point which bears South 68° 55"01" West, 146.19 feet; thence Southeasterly, along said centerline and the arc of said curve, through a central angle of 32° 49' 30", an arc distance of 83.75 feet; thence South 11° 44' 31" West, along said centerline, 214.24 feet to the North line of said plat, being the North terminus of Marine Drive, as shown on said Short Plat; thence South 89° 05' 25" West, along said North line, 12.57 feet to the beginning of a non-tangent curve, concave to the West, having a radius point which bears South 89° 07' 28" West, 180.00 feet; thence Northwesterly, along the arc of said curve, through a central angle of 55° 08' 56", an arc distance of 173.26 feet to the true point of beginning.

R. MATTERS AS DISCLOSED AND/OR DELINEATED ON THE FACE OF THE FOLLOWING RECORDED SURVEY:

Recorded:

March 22, 2004

Auditor's No.:

200403220173

Said matters include but are not limited to the following:

1. Easement for drainage over, under and across that portion of Government Lot 3 of Section 27, Township 35 North, Range 1 East, W.M., described as follows:

Commencing at the Northeast corner of the plat of Anaco Beach, Skagit County, Washington, as recorded in Volume 5 of Plats, page 4, records of Skagit County, Washington, as shown on boundary line adjustment recorded under Skagit County Auditor's File No. 200305050371; thence South 88° 14' 08" West, along the North line of said plat, 140.24 feet to the true point of beginning; thence continuing South 88° 14' 08" West along said North line, 71.21 feet; thence North 32° 02' 14" East, parallel with the West line of the East half of Lot 71, said plat of Anaco Beach, Skagit County, Washington, 101.76 feet to the North line of said Government Lot 3; thence South 89° 42' 47" East, along said North line, 69.58 feet; thence South 32° 02' 14" West, parallel with said West line of the East half of Lot 71, a distance of 98.76 feet to the true point of beginning.

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EASEMENT, INCLUDING TERMS AND PROVISIONS THEREOF:

Grantee: City of Anacortes Dated: December 5, 2003 February 18, 2004 Recorded:

200402180124 Auditor's No.:

General Utility Easement Purpose:

Area Affected: Portion Parcel "A" as disclosed on Survey recorded

under Auditor's File No. 200403220173

EASEMENT, INCLUDING TERMS AND PROVISIONS THEREOF: T.

Grantee: City of Anacortes Dated: December 5, 2003 Recorded: February 18, 2004

Auditor's No.: 200402180125

Purpose: Clyde River Storm Channel

Area Affected: Portion Parcel "A" as disclosed on Survey recorded

under Auditor's File No. 200403220173

U. EASEMENT, INCLUDING TERMS AND PROVISIONS THEREOF:

Grantee: City of Anacortes Dated: December 5, 2003 Recorded: February 18, 2004

Auditor's No.: 200402180126

Purpose: Marine Heights Storm Drainage System

Area Affected: Portion Parcel "C" as disclosed on Survey recorded

under Auditor's File No. 200403220173

MATTERS AS DISCLOSED AND/OR DELINEATED ON THE FACE OF THE FOLLOWING RECORDED SURVEY:

Recorded: March 22, 2004 Auditor's No.: 200403220173

Affects: Parcels "A", "B", "C" and "D

Said matters include but are not limited to the following:

- 1. Location of drainage easements.
- 2. Location of utility easements.
- 3. Location of vacated Burrows Street and Marine Drive.

MATTERS AS DISCLOSED AND/OR DELINEATED ON THE FACE OF THE FOLLOWING RECORDED SURVEY:

Recorded: July 17, 2007 Auditor's No.: 200707170052

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