

RETURN ADDRESS:

Horizon Bank
Doc Ctr % Melissa Gaines
2211 Rimland Drive Suite
230
Bellingham, WA 98226



200708300092
Skagit County Auditor

8/30/2007 Page 1 of 4 3:15PM

MODIFICATION OF DEED OF TRUST

Reference # (if applicable): 200610060116

Additional on page ____

Grantor(s):

1. Marote, David
2. Marote, Corrina L

CHICAGO TITLE CO.
1C40346
ACCOMMODATION RECORDING

Grantee(s)

1. Horizon Bank

Legal Description: Ptn. SW NE, Sec. 34, T35N, R4EWM

Additional on page 4

Assessor's Tax Parcel ID#: 350434-1-011-0000 (P38358); 350434-1-007-0006 (P38354) and
350434-1-009-0004 (P38356)

THIS MODIFICATION OF DEED OF TRUST dated August 21, 2007, is made and executed between David Marote and Corrina L Marote; husband and wife ("Grantor") and Horizon Bank, whose address is Cornwall Office, 1500 Cornwall/PO Box 580, Bellingham, WA 98227-0580 ("Lender").

MODIFICATION OF DEED OF TRUST
(Continued)

Loan No: 5000001570

Page 2

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated October 2, 2006 (the "Deed of Trust") which has been recorded in Skagit County, State of Washington, as follows:

Skagit County Recording Number 200610060116 Dated October 6, 2006.

REAL PROPERTY DESCRIPTION. The Deed of Trust covers the following described real property located in Skagit County, State of Washington:

See Exhibit A, which is attached to this Modification and made a part of this Modification as if fully set forth herein.

The Real Property or its address is commonly known as 11236 Sterling Road, Sedro Woolley, WA 98284. The Real Property tax identification number is 350434-1-011-0000 (P38358); 350434-1-007-0006 (P38354) and 350434-1-009-0004 (P38356).

MODIFICATION. Lender and Grantor hereby modify the Deed of Trust as follows:

The maturity date of September 1, 2007 referenced in above described Deed of Trust is hereby deleted in its entirety without substitution. The period of this Deed of Trust shall continue uninterrupted until re-conveyed by Lender to Grantor.

CONTINUING VALIDITY. Except as expressly modified above, the terms of the original Deed of Trust shall remain unchanged and in full force and effect. Consent by Lender to this Modification does not waive Lender's right to require strict performance of the Deed of Trust as changed above nor obligate Lender to make any future modifications. Nothing in this Modification shall constitute a satisfaction of the promissory note or other credit agreement secured by the Deed of Trust (the "Note"). It is the intention of Lender to retain as liable all parties to the Deed of Trust and all parties, makers and endorsers to the Note, including accommodation parties, unless a party is expressly released by Lender in writing. Any maker or endorser, including accommodation makers, shall not be released by virtue of this Modification. If any person who signed the original Deed of Trust does not sign this Modification, then all persons signing below acknowledge that this Modification is given conditionally, based on the representation to Lender that the non-signing person consents to the changes and provisions of this Modification or otherwise will not be released by it. This waiver applies not only to any initial extension or modification, but also to all such subsequent actions.

GRANTOR ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS MODIFICATION OF DEED OF TRUST AND GRANTOR AGREES TO ITS TERMS. THIS MODIFICATION OF DEED OF TRUST IS DATED AUGUST 21, 2007.


GRANTOR:

x 
David Marote

x 
Corrina L. Marote

LENDER:

HORIZON BANK

x 
Authorized Officer

INDIVIDUAL ACKNOWLEDGMENT

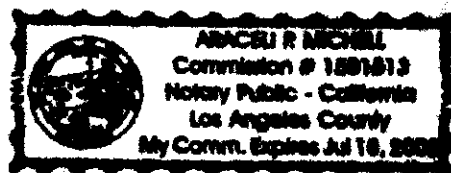
STATE OF CALIFORNIA)
) SS
COUNTY OF LOS ANGELES)

On this day before me, the undersigned Notary Public, personally appeared **David Marote**, personally known to me or proved to me on the basis of satisfactory evidence to be the individual described in and who executed the Modification of Deed of Trust, and acknowledged that he or she signed the Modification as his or her free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 24th day of AUGUST, 20 07.

By 
Notary Public in and for the State of CA

Residing at Beverly Hills, CA
My commission expires July 18, 2008



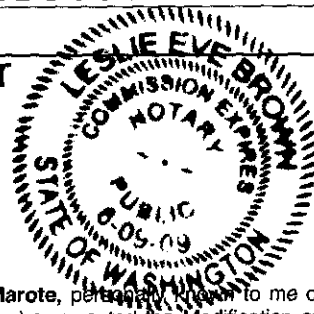
MODIFICATION OF DEED OF TRUST
(Continued)

Loan No: 5000001570

Page 3

INDIVIDUAL ACKNOWLEDGMENT

STATE OF Washington)
) SS
COUNTY OF Skagit)



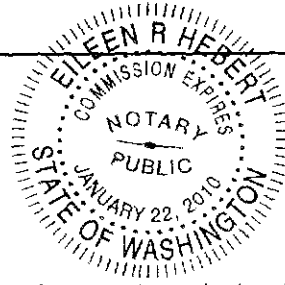
On this day before me, the undersigned Notary Public, personally appeared Corrina L Marote, personally known to me or proved to me on the basis of satisfactory evidence to be the individual described in and who executed the Modification of Deed of Trust, and acknowledged that he or she signed the Modification as his or her free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 28th day of August, 20 07

By Leslie Eve Brown 24615 Stewart Mt. Vernon
Residing at WA, 98274
Notary Public in and for the State of WA My commission expires 6-09-09

LENDER ACKNOWLEDGMENT

STATE OF Washington)
) SS
COUNTY OF Skagit)



On this 28th day of August, 20 07, before me, the undersigned Notary Public, personally appeared Carol Van Dersa and personally known to me or proved to me on the basis of satisfactory evidence to be the AVP, authorized agent for the Lender that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of the said Lender, duly authorized by the Lender through its board of directors or otherwise, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this said instrument and that the seal affixed is the corporate seal of said Lender.

By Eileen R Herbert Residing at Tracortes
Notary Public in and for the State of WA My commission expires Jan 22, 2010



Policy No. IC40346

EXHIBIT "A"

That portion of the Southeast Quarter of the Southwest Quarter of the Northeast Quarter and the South 13 rods of the North Half of the Southwest Quarter of the Northeast Quarter, all in Section 34, Township 35 North, Range 4 East of the Willamette Meridian, lying East of the following described line:

Beginning at a point on the South line of the Southeast Quarter of the Southwest Quarter of the Northeast Quarter of said Section 34, which is 104.44 feet East of the Southwest corner thereof;

Thence North parallel with the West line of said subdivision to the North line of the South 13 rods of the North Half of the Southwest Quarter of the Northeast Quarter of said Section 34 and the terminus of this line description;

EXCEPT the South 2 rods thereof;

AND EXCEPT County road right-of-way;

AND ALSO EXCEPT that portion thereof containing about one-quarter of an acre lying East of a line described as follows:

Beginning at a point on the East line of the Southwest Quarter of the Northeast Quarter, Section 34, Township 35 North, Range 4 East of the Willamette Meridian, 2,200 feet South of the East 1/16th corner between Sections 27 and 34, Township 35 North, Range 4 East of the Willamette Meridian;

Thence Southwesterly about 435 feet to a point which is 33 feet North of the South line to the Southwest Quarter of the Northeast Quarter of said Section 34 and 1,155 feet East of the Southwest corner of said Southwest Quarter of the Northeast Quarter.

Situated in Skagit County, Washington.

- END OF EXHIBIT "A" -

[Signature]
DAVID MAROTE
[Signature]
Corrina L. Marote



200708300092
Skagit County Auditor