

Return Address:

Cascade Bank
2828 Colby Ave
Everett, Wa. 98201

ATTN: M. LAMON



200710220117

Skagit County Auditor

10/22/2007 Page 1 of 2 11:48AM

Assessor's Parcel or Account Number: 4123-016-003-0007

Abbreviated Legal Description: LOTS 1 & 2, PTN 3 BLK P, TOWN OF LA CONNER

[Include lot, block and plat or section, township and range]

Full legal description located on page 1

LAND TITLE OF SKAGIT COUNTY

124/19-50

[Space Above This Line For Recording Date]

LOAN # 5007012249

**ADDITIONAL ADVANCE AGREEMENT
AND
AMENDMENT TO NOTE AND DEED OF TRUST
ADJUSTABLE RATE**

FOR VALUE RECEIVED, the undersigned grantor, hereby promises to pay CASCADE BANK the sum of \$ 16,000.00 received as an additional advance upon that indebtedness secured by that certain Deed of Trust, made and executed by MARK K PEDERSON, AN UNMARRIED MAN AS HIS SEPARATE ESTATE

as Grantor(s), to secure the performance of certain obligations including the payment of the original principal sum of \$ 348,750.00 in favor of CASCADE BANK, Beneficiary, whose address is 2828 Colby Ave, Everett, Wa. 98201, which Deed of Trust was dated FEBRUARY 20, 2007, and recorded FEBRUARY 22, 2007 under Auditor's file No. 200702220103. Covering the following described real property, located in SKAGIT County, State of Washington.

LOTS 1, 2 AND 3 EXCEPT THE NORTH 30 FEET THEREOF IN BLOCK P, "MAP OF LACONNER, WHATCOM COUNTY, WASHN. TERRY., 1872," AS PER PLAT RECORDED IN VOLUME 2 OF PLATS, PAGE 49, RECORDS OF SKAGIT COUNTY, WASHINGTON.

SITUATE IN THE TOWN OF LACONNER, COUNTY OF SKAGIT, STATE OF WASHINGTON.

Said Note and Deed of Trust are incorporated herein by reference and amended as hereinabove and hereinafter set forth. Except as set forth herein, all the terms and conditions of said Note and Deed of Trust shall remain in full force and effect.

IT IS HEREBY FURTHER AGREED that the amount of the above-stated advance, receipt of which is hereby acknowledged, shall be added to the present unpaid balance of \$348,750.00 including such advancement is, as of this date the total sum of \$ 364,750.00, all of which the undersigned Grantor promises to pay, together with interest at the current rate of 7.125 %.

ARM LOANS WILL ADJUST ACCORDING TO THE TERMS AND CONDITIONS SET FORTH IN THE ORIGINAL NOTE OR SUBSEQUENT MODIFICATION AGREEMENTS.

IT IS HEREBY FURTHER AGREED that the payment terms of the original Note secured by the above-described Deed of Trust shall be modified so that payments hereafter due on the balance shall include the additional advance, and shall be due each month hereafter, as described in the Original Note. Principal and interest shall be paid in full on or before MARCH 1, 2037. In all other respects, said Note and Deed of Trust shall remain in full force and effect.

The Grantor (s) hereby certifies that Grantor(s) is/are the owner(s) of said property, subject to said indebtedness, and that there are no other liens or claims against it.

IT IS HEREBY AGREED that the additional advance will be used only for the purpose of repairing, renovating, altering, adding to, or otherwise improving the within described property, secured by said Deed of Trust.

DATED: SEPTEMBER 25, 2007

MARK K PEDERSON

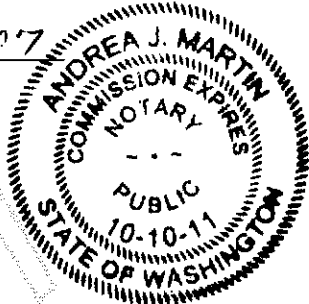
State of Washington

SS

County of SKAGIT

I hereby certify that I know or have satisfactory evidence that
signed this instrument and acknowledged it to be his
mentioned in this instrument.

Dated: 10-17-07



Mark K. Pederson

free and voluntary act for the uses and purposes

Andrea J. Martin
Notary Signature
My appointment expires: 10-10-11

OR:

State of Washington

SS

County of _____

I hereby certify that I know or have satisfactory evidence that

signed this instrument, and on oath stated that _____ was authorized to execute the instrument and have
acknowledged it as the _____ of/for _____ to be
the free and voluntary act for the uses and purposes mentioned in this instrument.

Dated: _____

Notary Signature
My appointment expires: _____



200710220117
Skagit County Auditor