

RETURN ADDRESS:

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



200711060005
Skagit County Auditor

11/6/2007 Page 1 of 3 9:12AM

MODIFICATION OF DEED OF TRUST

Reference # (if applicable): 200410290099

Additional on page _____

Grantor(s):

- 1. Jacobs, Jeffrey L.
- 2. Stroosma-Jacobs, Marguerite M.

GUARDIAN NORTHWEST TITLE CO.

B82374

Grantee(s)

- 1. Horizon Bank

ACCOMMODATION RECORDING ONLY

Legal Description: Section 35, Township 36, Range 3; Ptn. SE 1/4-SW 1/4 (aka Lot 4, Short Plat No. 95-040)

Additional on page 2

Assessor's Tax Parcel ID#: 360335-3-008-0109 (P48732)

THIS MODIFICATION OF DEED OF TRUST dated October 31, 2007, is made and executed between Jeffrey L. Jacobs and Marguerite M. Stroosma-Jacobs, whose address is 5919 Cattail Place, Bow, WA 98232 ("Grantor") and Horizon Bank, whose address is Cornwall Office, 1500 Cornwall/PO Box 580, Bellingham, WA 98227-0580 ("Lender").

DOCUMENT

MODIFICATION OF DEED OF TRUST
(Continued)

Loan No: 0550002867

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DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated October 20, 2004 (the "Deed of Trust") which has been recorded in Skagit County, State of Washington, as follows:

Skagit County Recording Number 200410290099 dated October 29, 2004.

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

Lot 4, Short Plat No. 95-040, approved January 8, 1997, recorded January 10, 1997 in Volume 12 of Short Plats, pages 178 to 180, inclusive, under Auditor's File No. 9701100062 and being a portion of the Southeast 1/4 of the Southwest 1/4 of Section 35, Township 36 North, Range 3 East, W.M.

Situate in Skagit County, Washington

The Real Property or its address is commonly known as 5919 Cattail Place, Bow, WA 98232. The Real Property tax identification number is 360335-3-008-0109 (P48732).

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

The maturity date of November 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 OCTOBER 31, 2007.

GRANTOR:

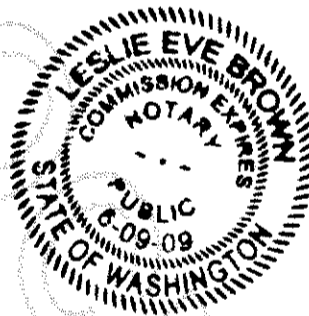
X Jeffrey L. Jacobs
Jeffrey L. Jacobs

X Marguerite M. Stroosma-Jacobs
Marguerite M. Stroosma-Jacobs

LENDER:

HORIZON BANK

X [Signature]
Authorized Officer



INDIVIDUAL ACKNOWLEDGMENT

STATE OF Washington)
) SS
COUNTY OF Skagit)

On this day before me, the undersigned Notary Public, personally appeared Jeffrey L. Jacobs and Marguerite M. Stroosma-Jacobs, husband and wife, personally known to me or proved to me on the basis of satisfactory evidence to be the individuals described in and who executed the Modification of Deed of Trust, and acknowledged that they signed the Modification as their free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 1st day of November, 2007

By Leslie Eve Brown
Notary Public in and for the State of WASHINGTON

Residing at 24645 Stouwood Dr
Mt. Vernon, WA
My commission expires June 9, 2009



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Skagit County Auditor

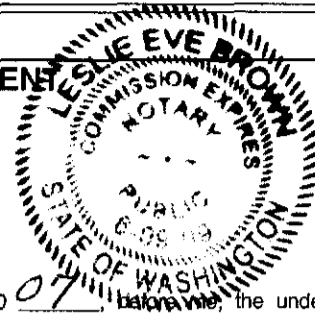
MODIFICATION OF DEED OF TRUST
(Continued)

Loan No: 0550002867

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LENDER ACKNOWLEDGMENT

STATE OF Washington)
) SS
COUNTY OF Skagit)



On this 1st day of November, 2007, before me, the undersigned Notary Public, personally appeared Nancy Knutson and personally known to me or proved to me on the basis of satisfactory evidence to be the AVP Branch manager, 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 Leslie Eve Brown
Notary Public in and for the State of WA

Residing at 24645 Stonewood Dr
Mt. Vernon WA
My commission expires 6-9-2009



20071106005
Skagit County Auditor