RETURN ADDRESS:

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



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124420-5

MODIFICATION OF DEED OF TRUST

Reference # (if applicable): MLF2176.2007 D216090

Additional on page ____

Grantor(s):

1. Cline Construction and Design LLC

Grantee(s)

1. Horizon Bank

Legal Description: ptn Lots 8 & 10, all of Lot 9, Blk 912, Northern Pacific Add. to Anac.

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Assessor's Tax Parcel ID#: 3809-912-010-0027(P58602)

THIS MODIFICATION OF DEED OF TRUST dated February 11, 2008, is made and executed between Cline Construction and Design LLC, a Washington Limited Liability Company ("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)

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DEED OF TRUST: Lender and Grantor have entered into a Deed of Trust dated February 13, 2007 (the "Deed of Trust") which has been recorded in Skagit County, State of Washington, as follows:

Skagit County Recording Number 200702160001 dated February 16, 2007.

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

The West 20 feet of Lot 8, all of Lot 9 and the East 20 feet of Lot 10, Block 912, "NORTHERN PACIFIC ADDITION TO ANACORTES," as per plat recorded in Volume 2 of Plats, page 9, records of Skagit County, Washington. (Also known as Lot B of Survey filed January 25, 1990, under Auditor's File No. 9001250004.)

Situate in the City of Anacortes, County of Skagit, State of Washington.

The Real Property or its address is commonly known as 3418 W. 7th Street, Anacortes, WA 98221. The Real Property tax identification number is 3809-912-010-0027(P58602).

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

The maturity date of February 1, 2008 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 FEBRUARY 11, 2008.

GRANTOR:

CLINE CONSTRUCTION AND DESIGNALC

M. Cline, Manager of Cline Construction and Design LLC

LENDER:

HORIZON BANK

Authorized Officer

200802120003 Skagit County Auditor

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MODIFICATION OF DEED OF TRUST (Continued)

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LIMITED LIABILITY C	COMPANY ACKNOWLEDGMENT
STATE OF Washington)
) SS
COUNTY OF)
and lith	CUONTY 20/28 hefere me the undersigned
Notary Public, personally appeared John W. Cline, Mar	nager of Cline Construction and Design LLC, and personally known
to me or proved to me on the basis of satisfactory e	evidence to pe a member or designated agent of the limited liability
and deed of the limited liability company, by authority of	Character of articles of organization or its operating agreement, for the entitled he of the authorized to execute this Modification and in fact
executed the Modification on behalf of the limited liability	en mat he orange is agnorated to execute this modification and in fact
By Carolly Van Ale	Residing at Anacortis
	. Vallo (2 2
Notary Public in and for the State of A	My commission expires 3 - 1 4 - 1 1
	WASHIMI
LENDER ACKNOWLEDGMENT	
1.4	
STATE OF Washington	\
),98
COUNTY OF Stacy t	
the 1	$\sim \sim $
On this day of day	20 CC before me, the undersigned and personally known to me
Notary Public, personally appeared (ATAL LAN) or proved to me on the basis of satisfactory evidence to	o be the authorized agent for unentiating acknowledged said instrument to be the free and voluntary
the Lender that executed the within and foregoing instru	ment and acknowledged said instrument to be the free and voluntary except inhulding board of directors or otherwise, for the uses and
purposes therein mentioned, and on oath stated that he	or strais authorized to execute this said instrument and that the seal
affixed is the corporate seal of said Lender.	SNOTAR E: E Area tos
By Eleen Hobert	Residing at Macartes
Notary Public in and for the State of	Weblic Sally commission expires TVN 22, 2010
	OF Wichill
	"Marinin

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