



200803280145
Skagit County Auditor

3/28/2008 Page 1 of 6 3:45PM

Return Address:

Frontier Bank
Mount Vernon Office
P.O. Box 1124
Mount Vernon, WA 98273

LAND TITLE OF SKAGIT COUNTY
129038-P

Document Title

UCC2 – Financing Statement

Grantor(s)

Krangnes Farms, L.L.C. & Westheim Farms, L.L.C.

Grantee(s)

Frontier Bank

Short Legal Description

Ptn NE ¼ SW ¼ & N ½ SE ¼, 7-33-4-E W.M.

Assessor's Property Tax Parcel/Account Number

330407-3-001-0003 (P16476)
330407-0-003-0200 (P116778)

UCC FINANCING STATEMENT

FOLLOW INSTRUCTIONS (front and back) CAREFULLY

A. NAME & PHONE OF CONTACT AT FILER [optional]
B. SEND ACKNOWLEDGMENT TO: (Name and Address)
Frontier Bank Mount Vernon 119 E College Way Mount Vernon, WA 98273

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1. DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (1a or 1b) - do not abbreviate or combine names

1a. ORGANIZATION'S NAME						
WESTHEIM FARMS, L.L.C.						
OR	1b. INDIVIDUAL'S LAST NAME		FIRST NAME	MIDDLE NAME	SUFFIX	
1c. MAILING ADDRESS			CITY	STATE	POSTAL CODE	COUNTRY
19635 DIKE ROAD			MOUNT VERNON	WA	98273	USA
1d. SEE INSTRUCTIONS	ADD'L INFO RE ORGANIZATION DEBTOR	1e. TYPE OF ORGANIZATION	1f. JURISDICTION OF ORGANIZATION	1g. ORGANIZATIONAL ID #, if any		
		LLC	WA	<input checked="" type="checkbox"/> NONE		

2. ADDITIONAL DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (2a or 2b) - do not abbreviate or combine names

2a. ORGANIZATION'S NAME						
KRANGNES FARMS, L.L.C.						
OR	2b. INDIVIDUAL'S LAST NAME		FIRST NAME	MIDDLE NAME	SUFFIX	
2c. MAILING ADDRESS			CITY	STATE	POSTAL CODE	COUNTRY
19635 DIKE ROAD			MOUNT VERNON	WA	98273	USA
2d. SEE INSTRUCTIONS	ADD'L INFO RE ORGANIZATION DEBTOR	2e. TYPE OF ORGANIZATION	2f. JURISDICTION OF ORGANIZATION	2g. ORGANIZATIONAL ID #, if any		
		LLC	WA	<input checked="" type="checkbox"/> NONE		

3. SECURED PARTY'S NAME (or NAME of TOTAL ASSIGNEE of ASSIGNOR S/P) - insert only one secured party name (3a or 3b)

3a. ORGANIZATION'S NAME						
Frontier Bank						
OR	3b. INDIVIDUAL'S LAST NAME		FIRST NAME	MIDDLE NAME	SUFFIX	
3c. MAILING ADDRESS			CITY	STATE	POSTAL CODE	COUNTRY
119 E College Way, PO Box 1124			Mount Vernon	WA	98273	USA

4. This FINANCING STATEMENT covers the following collateral:

All equipment, machinery, appliances, and tools which are part of the dairy facility including without limitation: Milking Stalls, milking units with claws, auto take-offs, milk pipeline, milk receivers and filter, bulk tank and refrigeration units, heat exchange, hot water tanks, vacuum pumps and lines, back flush system, all pumps and motors used in milking systems, electrical units, portable generator, crowd gates, generators, and feed system. Also together with all property and good similar to those described herein which at any time may be acquired by debtors (s), including, but not limited to all additions, replacements, substitutions and accessions thereof.

All Equipment, machinery, appliances, and tools which are a part of the barn flush system and manure separating system including without limitation all pumps, motors, flow meters, electrical systems, gates, manure separator, conveyor and pipelines. Also, together with all property and goods similar to those described herein which at any time may be acquired by debtors, including, but not limited to all additions, replacements, substitutions, and accessions thereof.

All irrigation pumps, motors, mainline, and fixtures. Also, together with all property and goods similar to those described herein which at any time may be acquired by debtors, including, but not limited to all additions, replacements, substitutions, and accessions thereof. ; whether any of the foregoing is owned now or acquired later; all accessions, additions, replacements, and substitutions relating to any of the foregoing; all records of any kind relating to any of the foregoing; all proceeds relating to any of the foregoing (including insurance, general intangibles and accounts proceeds).

5. ALTERNATIVE DESIGNATION (if applicable):	LESSEE/LESSOR	CONSIGNEE/CONSIGNOR	BAILEE/BAILOR	SELLER/BUYER	AG. LIEN	NON-UCC FILING
6. This FINANCING STATEMENT is to be filed (for record) (or recorded) in the REAL ESTATE RECORDS. Attach Addendum	7. Check to REQUEST SEARCH REPORT(S) on Debtor(s) (optional)		All Debtors		Debtor 1	Debtor 2

8. OPTIONAL FILER REFERENCE DATA

SECURED PARTY COPY — UCC FINANCING STATEMENT (FORM UCC1) (REV. 05/22/02)

Harland Financial Solutions
400 S.W. 6th Avenue, Portland, Oregon 97204

Darlene G. Krangnes
DARLENE G. KRANGNES, MEMBER OF KRANGNES FARMS, L.L.C.

John L. Krangnes
JOHN L. KRANGNES, MEMBER OF KRANGNES FARMS, L.L.C.

Mark K. Krangnes
MARK K. KRANGNES, MEMBER OF KRANGNES FARMS, L.L.C.

John L. Krangnes
JOHN L. KRANGNES, MEMBER OF WESTHEIM FARMS, L.L.C.

Mark K. Krangnes
MARK K. KRANGNES, MEMBER OF WESTHEIM FARMS, L.L.C.


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UCC FINANCING STATEMENT ADDENDUM

FOLLOW INSTRUCTIONS (front and back) CAREFULLY

9. NAME OF FIRST DEBTOR (1a or 1b) ON RELATED FINANCING STATEMENT

9a. ORGANIZATION'S NAME
WESTHEIM FARMS, L.L.C.

OR

9b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME, SUFFIX

10. MISCELLANEOUS:

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

11. ADDITIONAL DEBTOR'S EXACT FULL LEGAL NAME - insert only one name (11a or 11b) - do not abbreviate or combine names

11a. ORGANIZATION'S NAME

OR

11b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME SUFFIX

11c. MAILING ADDRESS CITY STATE POSTAL CODE COUNTRY

11d. SEE INSTRUCTIONS ADD'L INFO RE ORGANIZATION DEBTOR 11e. TYPE OF ORGANIZATION 11f. JURISDICTION OF ORGANIZATION 11g. ORGANIZATIONAL ID #, if any NONE

12. ADDITIONAL SECURED PARTY'S or ASSIGNOR S/P'S NAME - insert only one name (12a or 12b)

12a. ORGANIZATION'S NAME

OR

12b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME SUFFIX

12c. MAILING ADDRESS CITY STATE POSTAL CODE COUNTRY

13. This FINANCING STATEMENT covers timber to be cut or as-extracted collateral, or is filed as a fixture filing.

14. Description of real estate:
LOT 3 OF SHORT PLAT NO. 99-032, RECORDED MAY 2, 2000, UNDER AUDUTOR'S FILE NO. 200005020102, RECORDS OF SKAGIT COUNTY, WASHINGTON, BEING A PORTION OF GOVERNMENT LOT 3, AND THE NORTHEAST 1/4 OF THE SOUTHWEST 1/4 AND THE NORTH 1/2 OF THE SOUTHEAST 1/4 OF SECTION 7, TOWNSHIP 33 NORTH, RANGE 4 EAST, W.M.
SITUATE IN THE COUNTY OF SKAGIT, STATE OF WASHINGTON.

15. Name and address of a RECORD OWNER of above-described real estate (if Debtor does not have a record interest):

16. Additional collateral description:

17. Check only if applicable and check only one box:
 Debtor is a Trust or Trustee acting with respect to property held in trust or Decedent's Estate

18. Check only if applicable and check only one box:
 Debtor is a TRANSMITTING UTILITY
 Filed in connection with a Manufactured-Home Transaction - effective 30 years
 Filed in connection with a Public-Finance Transaction - effective for 30 years



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UCC -2 County Financing Statement

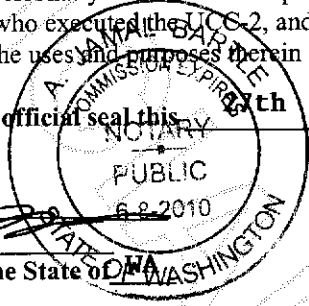
Limited Liability Company Acknowledgment

State Of WASHINGTON)
) ss
County Of SKAGIT)

On this day before me, the undersigned Notary Public, personally appeared Darlene G. Krangnes, Member of Krangnes Farms, L.L.C., personally known to me or proved to me on the basis of satisfactory evidence to be the individual described in and who executed the UCC-2, and acknowledged that he signed the UCC-2 as his free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 27th day of MARCH, 2008

By [Signature] Residing at STANWOOD
Notary Public in and for the State of WA My commission expires 6/8/10



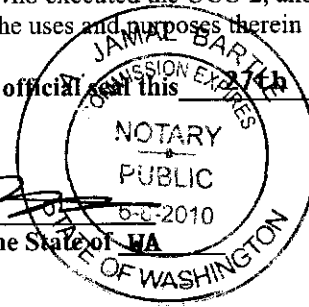
Limited Liability Company Acknowledgment

State Of WASHINGTON)
) ss
County Of SKAGIT)

On this day before me, the undersigned Notary Public, personally appeared John L. Krangnes, Member of Krangnes Farms, L.L.C., personally known to me or proved to me on the basis of satisfactory evidence to be the individual described in and who executed the UCC-2, and acknowledged that she signed the UCC-2 as Her free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 27th day of MARCH, 2008

By [Signature] Residing at STANWOOD
Notary Public in and for the State of WA My commission expires 6/8/10



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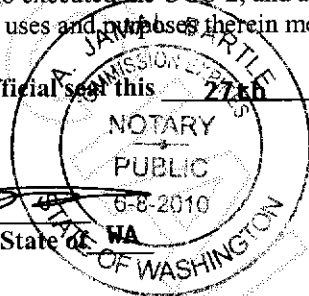
Limited Liability Company Acknowledgment

State Of WASHINGTON)
) ss
County Of SKAGIT)

On this day before me, the undersigned Notary Public, personally appeared Mark K. Krangnes, Member of Krangnes Farms, L.L.C., personally known to me or proved to me on the basis of satisfactory evidence to be the individual described in and who executed the UCC-2, and acknowledged that he signed the UCC-2 as his free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 27th day of MARCH, 2008

By [Signature] Notary Public in and for the State of WA Residing at STANWOOD My commission expires 6/8/10



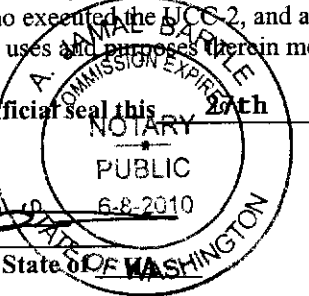
Limited Liability Company Acknowledgment

State Of WASHINGTON)
) ss
County Of SKAGIT)

On this day before me, the undersigned Notary Public, personally appeared John L. Krangnes, Member of Westheim Farms, L.L.C., personally known to me or proved to me on the basis of satisfactory evidence to be the individual described in and who executed the UCC-2, and acknowledged that she signed the UCC-2 as Her free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 27th day of MARCH, 2008

By [Signature] Notary Public in and for the State of WA Residing at STANWOOD My commission expires 6/8/10



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State Of WASHINGTON)
) ss
County Of SKAGIT)

On this day before me, the undersigned Notary Public, personally appeared Mark K. Krangnes, Member of Westheim Farms, L.L.C., personally known to me or proved to me on the basis of satisfactory evidence to be the individual described in and who executed the UCC-2, and acknowledged that he signed the UCC-2 as his free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 27th day of MARCH, 2008

By [Signature]
Notary Public in and for the State of WA
NOTARY PUBLIC
JAMES BARTLETT
6-8-2010
STATE OF WASHINGTON

Residing at STANWOOD
My commission expires 6/8/10



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Skagit County Auditor