

RETURN ADDRESS:

Peoples Bank
Loan Services Department
P.O. Box 233
Lynden, WA 98264



200804290157
Skagit County Auditor

4/29/2008 Page 1 of 3 11:55AM

LAND TITLE OF SKAGIT COUNTY

129374-05

MODIFICATION OF DEED OF TRUST

Reference # (if applicable): 200603200178

Additional on page _____

Grantor(s):

- 1. ADELMAN, WILLIAM H
- 2. ADELMAN, CATHERINE M

Grantee(s)

- 1. PEOPLES BANK

Legal Description: Ptn E 1/2 Of NW 1/4 Of NW 1/4, 14-34-3 E W.M.

Additional on page _____

Assessor's Tax Parcel ID#: 340314-0-049-0004 P21888

THIS MODIFICATION OF DEED OF TRUST dated April 29, 2008, is made and executed between WILLIAM H ADELMAN and CATHERINE M ADELMAN, HUSBAND AND WIFE, WHOSE ADDRESS IS 16134 STATE ROUTE 536, MOUNT VERNON, WA 98273 ("Grantor") and PEOPLES BANK, whose address is MOUNT VERNON OFFICE, 1801 RIVERSIDE DRIVE, MOUNT VERNON, WA 98273 ("Lender").

DOCUMENT

MODIFICATION OF DEED OF TRUST

Loan No: 5714707-1

(Continued)

Page 2

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated March 14, 2006 (the "Deed of Trust") which has been recorded in Skagit County, State of Washington, as follows:

A DEED OF TRUST DATED MARCH 14, 2006 AND RECORDED MARCH 20, 2006 UNDER AUDITOR'S FILE NO. 200603200178 RECORDS OF SKAGIT COUNTY, WASHINGTON.

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

That portion of the East 1/2 of the Northwest 1/4 of the Northwest 1/4 of Section 14, Township 34 North, Range 3 East, W.M., described as follows:

Beginning on the South side of Highway SSH 1-C at the East line of said subdivision; thence North 88 degrees 20'30" West along the South line of said highway 331.51 feet; thence South 0 degrees 58'20" West parallel to the East line of said subdivision 200.00 feet; thence North 88 degrees 20'30" West 174.28 feet to the true point of beginning; thence South 0 degrees 58'20" West 76.28 feet; thence North 88 degrees 20'30" West 158.38 feet to the West line of said subdivision; thence North 0 degrees 56'55" East along the West line of said subdivision 276.28 feet to the South line of Highway SSH 1-C; thence South 88 degrees 20'30" East along the South line of said highway 157.40 feet; thence South to the point of beginning.

Situate in the County of Skagit, State of Washington. The Real Property or its address is commonly known as 16134 State Route 536, Mount Vernon, WA 98273. The Real Property tax identification number is 340314-0-049-0004 P21888.

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

THE WORD "NOTE" MEANS THE PROMISSORY NOTE DATE APRIL 29, 2008 FROM GRANTOR TO LENDER, TOGETHER WITH ALL RENEWALS OF, EXTENSIONS OF, MODIFICATIONS OF, REFINANCING OF, CONSOLIDATIONS OF, AND SUBSTITUTIONS FOR THE PROMISSORY NOTE OR AGREEMENT CHANGE THE PRINCIPAL AMOUNT FROM \$5,000.00 TO \$57,000.00.

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 APRIL 29, 2008.

GRANTOR:

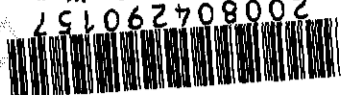
X William H. Adelman
WILLIAM H ADELMAN

X Catherine M. Adelman
CATHERINE M ADELMAN

LENDER:

PEOPLES BANK

X Matthew G. Kellendy
Authorized Officer



Skagit County Auditor

MODIFICATION OF DEED OF TRUST
(Continued)

Loan No: 5714707-1

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INDIVIDUAL ACKNOWLEDGMENT

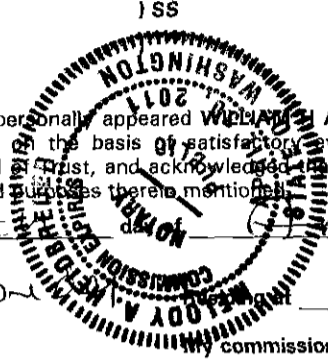
STATE OF Wash

COUNTY OF Skagit

On this day before me, the undersigned Notary Public, personally appeared WILLIAM ADELMAN and CATHERINE M ADELMAN, 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 24th day of April, 2008

By Melody Heldboer Notary Public in and for the State of WA My commission expires 4/30/11



LENDER ACKNOWLEDGMENT

STATE OF Washington

COUNTY OF Skagit

On this 29th day of April, 2008, before me, the undersigned Notary Public, personally appeared Melody Heldboer and personally known to me or proved to me on the basis of satisfactory evidence to be the PERSON, authorized agent for PEOPLES BANK that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of PEOPLES BANK, or its authorized agent, and PEOPLES BANK through its board of directors or otherwise, for the uses and purposes therein mentioned. PEOPLES BANK stated that he or she is authorized to execute this said instrument and in fact executed this said instrument on behalf of PEOPLES BANK.

By R. Matthew Notary Public in and for the State of WA Residing at Mount Vernon, WA My commission expires 5-17-08

