

RETURN ADDRESS:

Horizon Bank
CML % Documentation
Dept - KZ
2211 Rimland Dr, Ste 230
Bellingham, WA 98226



200905280179

Skagit County Auditor

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MODIFICATION OF DEED OF TRUST

Reference # (if applicable): 200510120147 (CMLG1157)

Additional on page ____

Grantor(s):

1. Hansell/Mitzel, LLC

GUARDIAN NORTHWEST TITLE CO.

ACCOMMODATION RECORDING ONLY

Grantee(s)

1. Horizon Bank

m9338

Legal Description: Section 9, Township 34, Range 4; Ptn E 1/2

Additional on page ____

Assessor's Tax Parcel ID#: Parcel 340409 4 005 0600 (P124125); 340409 4 005 0700 (P124126); 340409 4 005 0800 (P124127); 340409 4 005 0900 (P124128)

THIS MODIFICATION OF DEED OF TRUST dated May 15, 2009, is made and executed between Hansell/Mitzel, LLC; A Washington Limited Liability Company ("Grantor") and Horizon Bank, whose address is Skagit Commercial Center, 2211 Rimland Drive, Suite 230, Bellingham, WA 98226 ("Lender").

**MODIFICATION OF DEED OF TRUST
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DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated September 16, 2005 (the "Deed of Trust") which has been recorded in Skagit County, State of Washington, as follows:

Recorded October 12, 2005, Recording #200510120147, Skagit County Auditor.

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

See Exhibit "A", which is attached to this Modification and made a part of this Modification as if fully set forth herein.

The Real Property or its address is commonly known as Parcel 340409 4 005 0600 (P124125); 340409 4 005 0700 (P124126); 340409 4 005 0800 (P124127); 340409 4 005 0900 (P124128), Mount Vernon, WA 98273. The Real Property tax identification number is Parcel 340409 4 005 0600 (P124125); 340409 4 005 0700 (P124126); 340409 4 005 0800 (P124127); 340409 4 005 0900 (P124128).

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

In addition to the Note, this Deed of Trust secures all obligations, debts and liabilities, plus interest thereon, of Grantor to Lender, or any one or more of them, as well as all claims by Lender against Grantor or any one or more of them, whether now existing or hereafter arising, whether related or unrelated to the purpose of the Note, whether voluntary or otherwise, whether due or not due, direct or indirect, determined or undetermined, absolute or contingent, liquidated or unliquidated, whether Grantor may be liable individually or jointly with others, whether obligated as guarantor, surety, accommodation party or otherwise, and whether recovery upon such amounts may be or hereafter may become barred by any statute of limitations, and whether the obligation to repay such amounts may be or hereafter may become otherwise unenforceable.

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 endorser 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 MAY 15, 2009.

GRANTOR:

HANSELL/MITZEL, LLC

By:


Daniel R. Mitzel, Manager of Hansell/Mitzel, LLC

By:


Jeffrey D. Hansell, Manager of Hansell/Mitzel, LLC



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MODIFICATION OF DEED OF TRUST
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LENDER:

HORIZON BANK

X

Authorized Officer

LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

STATE OF

WA

COUNTY OF

Skagit

On this 20th day of May, 2009, the undersigned Notary Public, personally appeared Daniel R. Mitzel, Manager of Hansell/Mitzel, LLC, and personally known to me or proved to me on the basis of satisfactory evidence to be a member or designated agent of the limited liability company that executed the Modification of Deed of Trust and acknowledged the Modification to be the free and voluntary act and deed of the limited liability company, by authority of statute, its articles of organization or its operating agreement, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this Modification and in fact executed the Modification on behalf of the limited liability company.

By

Residing at

Burlington

Notary Public in and for the State of

My commission expires

3/29/2012

LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

STATE OF

WA

COUNTY OF

Skagit

On this 24th day of May, 2009, the undersigned Notary Public, personally appeared Jeffrey D. Hansell, Manager of Hansell/Mitzel, LLC, and personally known to me or proved to me on the basis of satisfactory evidence to be a member or designated agent of the limited liability company that executed the Modification of Deed of Trust and acknowledged the Modification to be the free and voluntary act and deed of the limited liability company, by authority of statute, its articles of organization or its operating agreement, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this Modification and in fact executed the Modification on behalf of the limited liability company.

By

Residing at

Burlington

Notary Public in and for the State of

My commission expires

3/29/2012



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MODIFICATION OF DEED OF TRUST
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LENDER ACKNOWLEDGMENT

STATE OF Washington

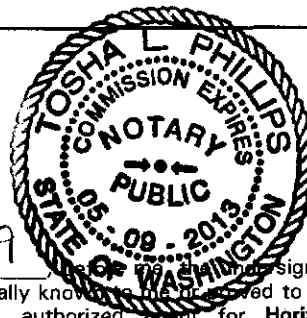
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COUNTY OF Skagit

On this 28th day of May, 2009, Tosha L Phillips Notary Public, personally appeared John V. Phillips and personally known to me on the basis of satisfactory evidence to be the authorized agent for Horizon Bank that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of Horizon Bank, duly authorized by Horizon Bank 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 in fact executed this said instrument on behalf of Horizon Bank.

By Tosha L Phillips
Notary Public in and for the State of WA

Residing at Mount Vernon
My commission expires 5-9-13



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EXHIBIT "A"

The land referred to in this report/policy is situated in the State of Washington, County of Skagit, and is described as follows:

Parcel "A":

The Southeast 1/4 of the Southwest 1/4 of the Northeast 1/4 of Section 9, Township 34 North, Range 4 East, W.M.; EXCEPT the South 20 feet of the West 20 feet thereof.

Parcel "B":

The North 60 feet of the South 80 feet of the Southwest 1/4 of the Southwest 1/4 of the Northeast 1/4 of Section 9, Township 34 North, Range 3 East, W.M.; EXCEPT the West 25 feet thereof for County road.

Parcel "C":

The North 1/2 of the Northwest 1/4 of the Northwest 1/4 of the Southeast 1/4; that portion of the South 20 feet of the Southwest 1/4 of the Southwest 1/4 of the Northeast 1/4 lying East of the County road; and the South 20 feet of the West 20 feet of the Southeast 1/4 of the Southwest 1/4 of the Northeast 1/4; all in Section 9, Township 34 North, Range 4 East, W.M.

Parcel "D":

The Northwest 1/4 of the Southeast 1/4 of Section 9, Township 34 North, Range 4 East, W.M.; EXCEPT the North 1/2 of the Northwest 1/4 of the Northwest 1/4 of the Southeast 1/4 of Section 9.

Parcel "E":

A non-exclusive easement for ingress, egress and utilities over and across the West 60 feet of the North 1/2 of the Northwest 1/4 of the Northwest 1/4 of the Southeast 1/4 and the West 60 feet of the South 20 feet of the Southwest 1/4 of the Southwest 1/4 of the Northeast 1/4 of said Section 9, Township 34 North, Range 4 East, W.M., EXCEPT portion lying within the boundaries of the County road known as Francis Road.

Parcel "F":

The North 148 feet of the South 228 feet of the East 320 feet of the Southwest 1/4 of the Southwest 1/4 of the Northeast 1/4 of Section 9, Township 34 North, Range 4 East, W.M.;

TOGETHER WITH a non-exclusive easement for ingress and egress and utilities over and across the North 60 feet of the South 80 feet of the Southwest 1/4 of the Southwest 1/4 of the Northeast 1/4 of Section 9, Township 34 North, Range 4 East, W.M., EXCEPT the West 25 feet thereof.



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