

RETURN ADDRESS:

Skagit State Bank
Main Office
301 E. Fairhaven Ave
P O Box 285
Burlington, WA 98233



201002170066
Skagit County Auditor

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LAND TITLE OF SKAGIT COUNTY

MODIFICATION OF DEED OF TRUST

Reference # (if applicable): 134346-PS

Additional on page _____

Grantor(s):

1. DAMON, MICHAEL C
2. DAMON, LONDA S

Grantee(s)

1. Skagit State Bank

Legal Description:

N 1/2 SW 1/4, 9-35-3 E W.M.

Additional on page _____

Assessor's Tax Parcel ID#: 350309-0-005-0002P33947)

200908210004



* DEED%#####%#####%01-19-2010*

THIS MODIFICATION OF DEED OF TRUST dated January 19, 2010, is made and executed between MICHAEL DAMON and LONDA DAMON, husband and wife, whose address is 14206 FIELD ROAD, BOW, WA 98232 ("Grantor") and Skagit State Bank, whose address is Main Office, 301 E. Fairhaven Ave, P O Box 285, Burlington, WA 98233 ("Lender").

MODIFICATION OF DEED OF TRUST
(Continued)

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

Deed of Trust dated August 17, 2009 and recorded August 21, 2009 under Auditor's Filing Number 200908210004.

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

See Schedule A-1, which is attached to this Modification and made a part of this Modification as it fully set forth herein.

The Real Property or its address is commonly known as 14206 FIELD ROAD, BOW, WA 98232. The Real Property tax identification number is 350309-0-005-002 (P33947).

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

Commitment amount is hereby reduced from \$100,000.00 to \$50,000.00 maximum.

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 JANUARY 19, 2010.

GRANTOR:

x Michael C Damon
MICHAEL C DAMON

x Londa S Damon
LONDA S DAMON

LENDER:

SKAGIT STATE BANK

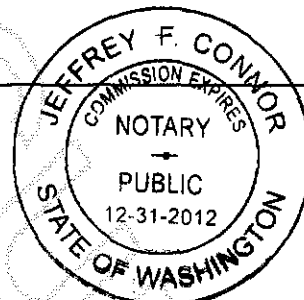
x Jeff Connor
Authorized Officer

INDIVIDUAL ACKNOWLEDGMENT

STATE OF Washington

)
) SS
)

COUNTY OF Skagit



On this day before me, the undersigned Notary Public, personally appeared MICHAEL C DAMON and LONDA S DAMON, 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 10th day of February, 2010

By Jeffrey F. Connor
Notary Public in and for the State of WA

Residing at Mount Vernon
My commission expires 12-31-12



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MODIFICATION OF DEED OF TRUST
(Continued)

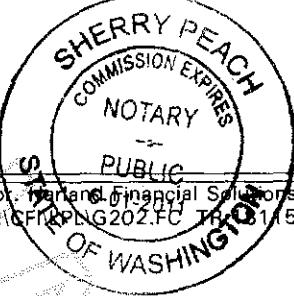
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LENDER ACKNOWLEDGMENT

STATE OF Washington)
) SS
COUNTY OF Skagit)

On this 10th day of February, 20 10, before me, the undersigned Notary Public, personally appeared Jeffrey Connel and personally known to me or proved to me on the basis of satisfactory evidence to be the authorized agent for Skagit State Bank that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of Skagit State Bank, duly authorized by Skagit State 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 Skagit State Bank.

By Sherry Peach Residing at Burlington
Notary Public in and for the State of WA My commission expires 6-1-11



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Schedule "A-1"

134346-PS

DESCRIPTION:

That portion of the North $\frac{1}{2}$ of the Southwest $\frac{1}{4}$ of Section 9, Township 35 North, Range 3 East, W.M., described as follows:

Beginning at the Southeast corner of the Northeast $\frac{1}{4}$ of the Southwest $\frac{1}{4}$ of said Section 9;
thence North $89^{\circ}27'33''$ West, along the South line of the Northeast $\frac{1}{4}$ of the Southwest $\frac{1}{4}$, a distance of 944.21 feet to the TRUE POINT OF BEGINNING;
thence continuing North $89^{\circ}27'33''$ West a distance of 375.39 feet, to the West line of the Northeast $\frac{1}{4}$ of the Southwest $\frac{1}{4}$;
thence North $01^{\circ}34'38''$ East, along said West line, a distance of 92.96 feet;
thence North $61^{\circ}00'22''$ West a distance of 105.59 feet, to the West line of that certain tract of land described in deed recorded under Skagit County Auditor's File No. 664782;
thence North $00^{\circ}32'27''$ East, a distance of 25.81 feet to a non-tangent curve of radius 1480 feet (the center of which bears South $07^{\circ}17'43''$ East), said curve being the South line of the County road known as Field Road (as-built);
thence along said curve through a central angle of $00^{\circ}14'34''$, a distance of 6.27 feet;
thence South $89^{\circ}20'35''$ East, along said South line, a distance of 467.06 feet;
thence South $02^{\circ}49'16''$ West, along an existing fence and its Southerly extension, a distance of 169.09 feet to the TRUE POINT OF BEGINNING.

Situate in the County of Skagit, State of Washington.



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