

RETURN ADDRESS:

Banner Bank
Bothell Loan Service
Center
P.O. Box 1589
Bothell, WA 98041



201005250036
Skagit County Auditor

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LAND TITLE OF SKAGIT COUNTY

136199-0
200903300163

MODIFICATION OF DEED OF TRUST

Reference # (if applicable): 72104228 / Art

Additional on page _____

Grantor(s):

1. Narlie Trust LLC Series 1

Grantee(s)

1. Banner Bank

Legal Description: Lot 29, Plat of "Cascade Ridge PUD" Vol. 74, Pgs. 712 - 727

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Assessor's Tax Parcel ID#: 4530-000-029-0016 /P83880

THIS MODIFICATION OF DEED OF TRUST dated May 14, 2010, is made and executed between Narlie Trust LLC Series 1, a Delaware Limited Liability Company, whose address is 18340 Osprey Court, Mount Vernon, WA 98274 ("Grantor") and Banner Bank, whose address is Bellingham Branch, 1600 Cornwall, P.O. Box 699, Bellingham, WA 98227 ("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 March 19, 2009 (the "Deed of Trust") which has been recorded in Skagit County, State of Washington, as follows:

Recorded on March 30, 2009 under Recording Number 200903300163, records of Skagit County, State of Washington.

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

See 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 18340 Osprey Court, Mount Vernon, WA 98274. The Real Property tax identification number is 4530-000-029-0016.

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

The Deed of Trust secures a Promissory Note dated May 14, 2010 between Borrower and Lender in the amount of \$800,000.00, for an additional principal advance of \$270,000.00, with a maturity date of March 31, 2011, together with all renewals of, extensions of, modifications of, refinancings of, consolidations of, and substitutions for the Note or Credit Agreement.

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 MAY 14, 2010.

GRANTOR:

NARLIE TRUST LLC SERIES 1

By: Paul Ware, Manager of Narlie Trust LLC Series 1

By: Suzanne Ware, Manager of Narlie Trust LLC Series 1

LENDER:

BANNER BANK

X Authorized Officer

LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

STATE OF Washington

COUNTY OF Whatcom

On this 24th day of May, 2010, before me, the undersigned Notary Public, personally appeared Paul Ware, Manager of Narlie Trust LLC Series 1, 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: Joy M. Constant
Notary Public in and for the State of WA

Notary Public
State of Washington
JOY M. CONSTANT
MY COMMISSION EXPIRES
August 10, 2012

Residing at Bellingham
My commission expires 8/10/12



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MODIFICATION OF DEED OF TRUST
(Continued)

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LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

STATE OF Washington

COUNTY OF Whatcom

On this 24th day of May

, 2010, before me, the undersigned Notary Public, personally appeared Suzanne Ware, Manager of Narlie Trust LLC Series 1, 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 Joy M. Constant
Notary Public in and for the State of WA

Notary Public
State of Washington

JOY M. CONSTANT

MY COMMISSION EXPIRES
August 10, 2012

Residing at Bellingham

My commission expires 8/10/12

LENDER ACKNOWLEDGMENT

STATE OF Washington

COUNTY OF Whatcom

On this 24th day of May

, 2010, before me, the undersigned Notary Public, personally appeared A. Rob Camandona and personally known to me or proved to me on the basis of satisfactory evidence to be the Commercial Loan Officer, authorized agent for Banner Bank that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of Banner Bank, duly authorized by Banner 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 Banner Bank.

By Joy M. Constant
Notary Public in and for the State of WA

Notary Public
State of Washington

JOY M. CONSTANT

MY COMMISSION EXPIRES
August 10, 2012

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EXHIBIT A

DESCRIPTION:

Lot 29, "CASCADE RIDGE P.U.D.," as per plat recorded in Volume 14 of Plats, pages 112 through 121, inclusive, records of Skagit County, Washington.

EXCEPT that portion as conveyed to Kevin E. Ware and Kari J. Ware, for 'boundary adjustment purposes' by deed recorded September 25, 2002, under A.F. #200209250133;

TOGETHER WITH those portions of Lot 30 and Parcel 'A', of said "Cascade Ridge P.U.D.", lying Northerly and Easterly of that Easement for Ingress, Egress and Utilities as described within those instruments recorded under Skagit County A.F.#9008030091, #9008030094 and #9504030111.

AND EXCEPT from those portions of said Lot 30 and Parcel "A", if any, those certain premises conveyed to the Public Utility District No. 1 of Skagit County by deed recorded as Auditor's File No. 9504030099.

Situate in the County of Skagit, State of Washington.



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