



201005270079

Skagit County Auditor

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AFTER RECORDING RETURN TO:

BARBARA GAYL SPILMAN
48° NORTH AVIATION LLC
17415 51ST AVE NE #D
ARLINGTON, WA 98223

SKAGIT COUNTY WASHINGTON
REAL ESTATE EXCISE TAX

MAY 27 2010

DOCUMENT TITLE:

SUBLEASE OF UNIT 409-5

Amount Paid \$ 0
By DS Skagit Co. Treasurer Deputy

REFERENCE NUMBERS OF RELATED DOCUMENTS:

2010002260162 AND 201000226061-~~06~~ 0161

GRANTOR:

48° NORTH HANGAR PHASE II OWNERS ASSOCIATION

GRANTEE:

48° NORTH AVIATION, LLC

LEGAL DESCRIPTION:

UNIT 409-5 OF 48° NORTH HANGAR CONDOMINIUM, ACCORDING TO
DECLARATION OF CONDOMINIUM RECORDED IN SKAGIT COUNTY,
WASHINGTON ON FEBRUARY 26, 2010 UNDER AUDITOR'S NUMBER
2010002260161

ASSESSOR'S TAX PARCEL NUMBERS:

P106729 AND P32356

**SUBLEASE
OF UNIT 4019-5**

WHEREAS, 48° North Aviation, LLC, a Washington limited liability company, ("48° North") is the original lessee of land under that certain Lease Agreement between 48° North and The Port of Anacortes, a Washington municipal corporation ("Ground Lessor") dated December 4, 2007 and recorded under Skagit County Auditor's Recording Number 201002260162.

WHEREAS, 48° North established a leasehold condominium ("the "Condominium") on the land that is subject to the Ground Lease by filing a Declaration of Condominium recorded in Skagit County, Washington on February 26, 2010 under Auditor's Number 201002260161 (the "Declaration"); and

WHEREAS, the Declarant has assigned the Ground Lease to the owners association of the Condominium, 48 Degrees North Hangar Phase II Owner's Association, a Washington nonprofit mutual benefit corporation formed under Chapter 24.06 of the Revised Code of Washington ("Owners Association");

NOW, THEREFORE, in consideration of the mutual promises, covenants and contingencies, the parties agree as follows:

(1) **Sublease.** In consideration of the assignment by 48° North to the Owners Association of the Ground Lease, the Owners Association hereby subleases to 48° North the following condominium Unit, for a term commencing upon consent by the Port of Anacortes as contained herein, and ending upon the expiration date of the Ground Lease or its sooner termination according to its terms, which Unit is described as follows:

Unit 4019-5 of 48° North Hangar Condominium, according to the Declaration of Condominium recorded in Skagit County, Washington on February 26, 2010 under Auditor's Number 201002260161..

(2) **Rent Paid By Sublessee.** The Sublessee (along with the other owners of condominium units) is responsible for paying to the Owners Association a share (computed according to the Allocated Interests) of the rent and other sums due under the Ground Lease in the form of Assessments.

(3) **Sublease Subject to Ground Lease.** This Sublease is subject to all the terms and conditions of the Ground Lease which is incorporated herein by reference.

(4) **Sublessor's Liability.** Notwithstanding anything contained herein, the Owners Association shall at all times remain liable to the Ground Lessor for any and all obligations of



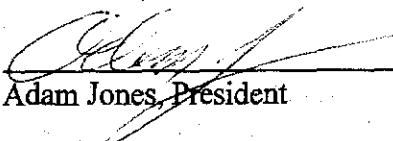
the lessee contained in the Ground Lease. The Owners Association will be responsible for paying rent and all other sums due under the Ground Lease to the Ground Lessor. The Association will collect the proportionate rents paid on the Ground Lease by the Unit Owners in the form of Assessments. For purposes of sections 64.34.220(2) and (3) of the Revised Code of Washington, the Association is designated as the representative of the Unit Owners on all matters relating to the Ground Lease including the collection of proportionate rents paid on the Ground Lease by the Unit Owners

(5) **Termination of Ground Lease.** In the event that the Owners Association fails to pay in full the rent due under the Ground Lease to Ground Lessor, or otherwise fails to cure a default under the Ground Lease which would entitle the Ground Lessor to terminate the Ground Lease (whether such default is due to the action of the Owners Association, 48° North, unit owners or others), the Ground Lessor may terminate the entire Ground Lease and the interest of the Owners Association, 48° North, and all the unit owners in their respective Units, including where 48° North or other unit owners make timely payment of their proportionate share of the rent for the Ground Lease and/or otherwise comply with all covenants other than the payment of rent which if violated would entitle the Ground Lessor to terminate the Ground Lease.

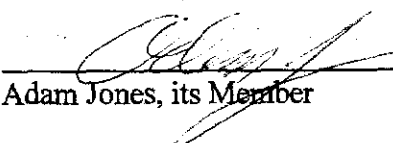
(6) **No Merger of Sublease Interests.** The acquisition of the sublessee's interest in this Sublease shall not result in a merger of the Sublessor's interest with the Sublessee's interest except by express written consent of the Sublessor.

Dated this 2 day of February, 2010

48 Degrees North Hangar Phase II Owners Association

By: 
Adam Jones, President

48° North Hangar Aviation, LLC

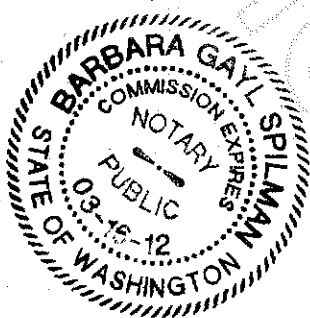
By: 
Adam Jones, its Member



State of Washington)
) ss.
County of ~~Skagit~~ Snohomish

On this day personally appeared before me **Adam Jones**, to me known to be the **President** of **48 Degrees North Hangar Owners Association**, a Washington nonprofit mutual benefit corporation, that executed the within and foregoing instrument, and acknowledged said instrument to be the free and voluntary act and deed of said corporation, for the uses and purposes therein mentioned, and on oath stated he was authorized to execute said instrument.

Given under my hand and official seal this 2 day of February, 2010

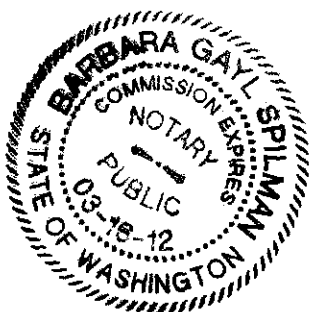


Barbara Gayl Spilman
Notary Public in and for the State of Washington
Residing at Lake Stevens
My appointment expires: 3/16/12

State of Washington)
) ss.
County of ~~Skagit~~ Snohomish

On this day personally appeared before me **Adam Jones**, to me known to be a **Member** of **48° North Aviation, LLC**, a Washington limited liability company, that executed the within and foregoing instrument, and acknowledged said instrument to be the free and voluntary act and deed of said company, for the uses and purposes therein mentioned, and on oath stated he was authorized to execute said instrument.

Given under my hand and official seal this 2 day of February, 2010



Barbara Gayl Spilman
Notary Public in and for the State of Washington
Residing at Lake Stevens
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CONSENT OF GROUND LESSOR

Port of Anacortes, a Washington municipal corporation, as Lessor of the Ground Lease, hereby consents to the sublease of the above-described Unit by 48 Degrees North Hangar Owners Association to 48° North Aviation, LLC as described above.

Port of Anacortes

By: Robert W. Hyde, Executive Director

3-11-2010
Date

Sublease of Unit 9-1

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