PLEASE RETURN TO:

Steven L. Shropshire SHROPSHIRE LAW FIRM, PLLC 1223 Commercial Street Bellingham, Washington 98225



2/4/2011 Page

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2 9:41AM

DOCUMENT TITLE:

Appointment of Successor Trustee

REFERENCE NUMBER OF RELATED DOCUMENT:

GRANTOR:

Z & D Properties III, L.L.C., a Washington limited liability company

GRANTEE:

Shropshire Law Firm, PLLC

ABBREVIATED LEGAL DESCRIPTION: A -101 thru A-112, D-1 thru D-4, Padilla Heights Suites Condo (AF# 200805090149)

ASSESSOR'S TAX PARCEL NUMBER: 4957-001-101-0000, 4957-001-102-0000, 4957-001-103-0000, 4957-001-104-0000, 4957-001-105-0000, 4957-001-106-0000, 4957-001-107-0000, 4957-001-108-0000, 4957-001-109-0000, 4957-001-110-0000, 4957-001-111-0000, 4957-001-112-0000, 4957-004-001-0000, 4957-004-002-0000, 4957-004-003-0000 and 4957-004-004-0000.

APPOINTMENT OF SUCCESSOR TRUSTEE

KNOW ALL MEN BY THESE PRESENTS:

Z & D II, L.L.C., a Washington limited liability company and Knorr Homes LLC, a Washington limited liability company are Grantors, and Guardian Northwest Title and Escrow is the Trustee, and Whidbey Island Bank, is the Beneficiary under that certain Deed of Trust dated November 7, 2008, and recorded in Skagit County on November 13, 2008, under Skagit County Auditor's File No. 200811130086. The beneficial interest in the Deed of Trust was assigned to Z & D Properties III, L.L.C. by that Assignment of Deed of Trust dated November 15, 2010, and recorded in Skagit County on December 10, 2010, under Skagit County Auditor's File No. 201012100107.

The Trustee has ceased to act as Trustee by reason that the undersigned Beneficiary under Deed of Trust, desires to appoint a new Trustee in the place of and stead of the Trustee named above;

NOW, THEREFORE in view of the premises, the undersigned hereby appoints Shropshire Law Firm, PLLC, whose address is 1223 Commercial Street, Bellingham, Whatcom County, Washington, as Successor Trustee under said Deed of Trust, to have all the powers of said original Trustee, effective forthwith.

Dated this 1 day of February

Z & D Properties III, L.L.C.

wi Anthony Pechthalt, Manager

By: Diana Pechthalt, Manager

STATE OF WASHINGTON)	~ ~
and the first commences	,	SS
COUNTY OF WHATCOM)	

I certify that I know or have satisfactory evidence that Zwi Anthony Pechthalt and Diana Pechthalt are the persons who appeared before me, and said persons acknowledged that they signed this instrument, on oath stated that they were authorized to execute the instrument as the Managers of Z & D Properties III, L.L.C., a Washington limited liability company pursuant to the provisions of the Operating Agreement of said company, and acknowledged it to be the free and voluntary act of said Company for the uses and purposes mentioned in said instrument.

DATED THIS / day of February 2011.

HOTARY

OF WASHINGTON

Notary Public in and for the state of Washington Residing at: Whosen Courty

My commission expires: 4-26-201