

RETURN ADDRESS:
WHIDBEY ISLAND BANK
P.O. BOX 1589
OAK HARBOR, WA
98277



201201050082
Skagit County Auditor

1/5/2012 Page 1 of 4 4:02PM

LAND TITLE OF SKAGIT COUNTY

140227-0E

MODIFICATION OF DEED OF TRUST

Reference # (if applicable): 20111220069

Additional on page _____

Grantor(s):

1. DISTRICT LINE HOLDINGS, LLC

Grantee(s)

1. WHIDBEY ISLAND BANK

Legal Description: PTN W 1/2 NW 1/4 SW 1/4, 27-35-4 E W.M.

Additional on page 2

Assessor's Tax Parcel ID#: 350427-0-038-0018 (P37757)



THIS MODIFICATION OF DEED OF TRUST dated January 3, 2012, is made and executed between DISTRICT LINE HOLDINGS, LLC; a Washington Limited Liability Company ("Grantor") and WHIDBEY ISLAND BANK, whose address is CL SKAGIT/BURLINGTON , 321 SE PIONEER WAY, P.O. BOX 1589, OAK HARBOR, WA 98277 ("Lender").



**MODIFICATION OF DEED OF TRUST
(Continued)**

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated November 21, 2011 (the "Deed of Trust") which has been recorded in SKAGIT County, State of Washington, as follows:

ORIGINAL DEED OF TRUST DATED NOVEMBER 21, 2011 UNDER RECORDING NUMBER 201111220069 IN SKAGIT COUNTY, WASHINGTON.

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 10757 DISTRICT LINE ROAD, BURLINGTON, WA 98233. The Real Property tax identification number is 350427-0-038-0018 (P37757).

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

CHANGE IN THE DOLLAR AMOUNT OF THE ORIGINAL PROMISSORY NOTE DATED NOVEMBER 21, 2011 FROM \$145,000.00 TO \$142,925.00.

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 JANUARY 3, 2012.

GRANTOR:

DISTRICT LINE HOLDINGS, LLC

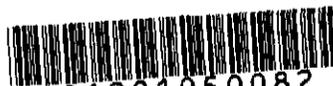
By: Les E. Meader
LES E MEADER, Member of DISTRICT LINE HOLDINGS, LLC

By: Dale Russell
DALE E RUSSELL, Member of DISTRICT LINE HOLDINGS, LLC

LENDER:

WHIDBEY ISLAND BANK

X [Signature]
Authorized Officer



201201050082
Skagit County Auditor



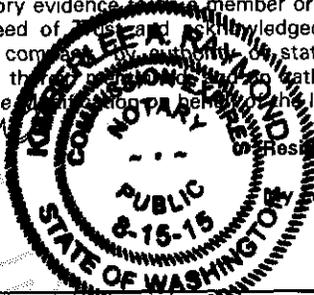
**MODIFICATION OF DEED OF TRUST
(Continued)**

LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

STATE OF Washington)
) SS
COUNTY OF Skagit)

On this 5th day of January, 20 12, before me, the undersigned Notary Public, personally appeared LES E MEADER, Member of DISTRICT LINE HOLDINGS, 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, its statute, its articles of organization or its operating agreement, for the uses and purposes therein stated and he or she stated that he or she is authorized to execute this Modification and in fact executed the same on behalf of the limited liability company.

By Kimberlee A. Raymond Residing at Concrete
Notary Public in and for the State of WA My commission expires 8-15-15

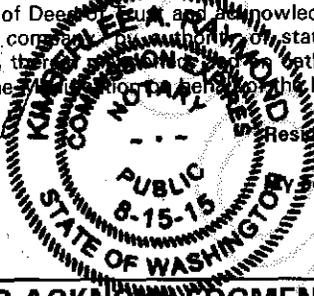


LIMITED LIABILITY COMPANY ACKNOWLEDGMENT

STATE OF Washington)
) SS
COUNTY OF Skagit)

On this 5th day of January, 20 12, before me, the undersigned Notary Public, personally appeared DALE E RUSSELL, Member of DISTRICT LINE HOLDINGS, 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, its statute, its articles of organization or its operating agreement, for the uses and purposes therein stated and he or she stated that he or she is authorized to execute this Modification and in fact executed the same on behalf of the limited liability company.

By Kimberlee A. Raymond Residing at Concrete
Notary Public in and for the State of WA My commission expires 8-15-15



LENDER ACKNOWLEDGMENT

STATE OF Washington)
) SS
COUNTY OF Skagit)

On this 5th day of January, 20 12, before me, the undersigned Notary Public, personally appeared Dod Camp and personally known to me or proved to me on the basis of satisfactory evidence to be the Vice President, authorized agent for WHIDBEY ISLAND BANK that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of WHIDBEY ISLAND BANK, which is authorized by WHIDBEY ISLAND BANK through its board of directors or otherwise, for the uses and purposes therein stated and he or she stated that he or she is authorized to execute this said instrument and in fact executed the same on behalf of WHIDBEY ISLAND BANK.

By Kimberlee A. Raymond Residing at Concrete
Notary Public in and for the State of WA My commission expires 8-15-15

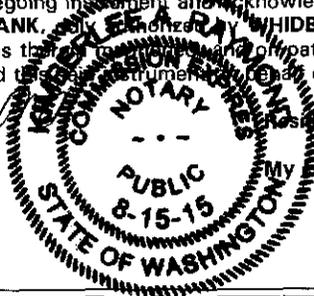


EXHIBIT "A"

Schedule "A-1"

140227-OE

DESCRIPTION:

PARCEL "A":

A tract of land in the West ½ of the Northwest ¼ of the Southwest ¼ of Section 27, Township 35 North, Range 4 East, W.M., described as follows:

Beginning at a point on the South line of said subdivision, 389.44 feet East of the Southwest corner thereof; thence North 14°22'30" West 272.92 feet, more or less, to the Southeast right of way line of the former Puget Sound and Baker River Railway Co. railroad; thence Southwest along the Southeast line of said railroad company right of way to the South line of the above said subdivision; thence South 89°47'30" East along said subdivision line to the point of beginning.

Situate in the County of Skagit, State of Washington.

PARCEL "B":

That portion of the Southwest ¼ of the Southwest ¼ of Section 27, Township 35 North, Range 4 East, W.M., lying North and West of the State Highway which extends over and across said Southwest ¼ of the Southwest ¼ and adjoins the North line of the Great Northern Railway right of way,

EXCEPT the County road,

AND EXCEPT the following described tract:

Beginning at a point on the North line of said subdivision, 489.14 feet East to the Northwest corner thereof, said point being the point of intersection of said subdivision line with the North right of way line of the County road through said subdivision; thence South 60°23'30" West along the North line of the County right of way 100 feet; thence North 14°22'30" West, 51.38 feet to the North line of said subdivision; thence South 89°49'30" East along the North line of said subdivision 99.7 feet to the point of beginning.

ALSO EXCEPT that portion conveyed to Dujardin Development Company by deed recorded September 5, 1991, under Auditor's File No. 9109050063, and re-recorded March 12, 1992, under Auditor's File No. 9203120084.

Situate in the County of Skagit, State of Washington.



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1/5/2012 Page 4 of 4 4:02PM