

After recording return to:  
Northwest Farm Credit Services, FLCA  
PO Box 966  
Burlington, WA 98233-0637



201207100049  
Skagit County Auditor

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LAND TITLE OF SKAGIT COUNTY

M-19664

## SUBORDINATION AGREEMENT

### PARTIES AND INTERESTS.

Subordinator: Betty J. Gregory  
19910 Skagit City Road  
Mt. Vernon, WA 98273

Subordinator's Interest: Unrecorded Residential Rental Contract dated December 11, 2001 by and between Betty J. Gregory, as tenant and Farm Management Company, as Agent, covering all or a portion of the property described in Exhibit A attached hereto and incorporated herein.

Subordinatee: Northwest Farm Credit Services, FLCA  
P.O. Box 966  
Burlington, WA 98233-0637

Subordinatee's Interest: Mortgage dated December 6, 2011, recorded December 7, 2011 in Auditor's No. 201112070080 in Skagit County, State of Washington.

Subordinatee's Note: Note, executed by Borrower or Borrower's successor, dated December 6, 2011, and any amendments thereto, secured by Subordinatee's Interest.

Borrower: Skagit Delta, LLC; Ravenna Park LLC; Kruse Farms, Inc.; and Donald R. Kruse.

### AGREEMENT.

The property described in the above-referenced instruments creating Subordinatee's Interest is referred to as the "Property."

For good and valuable consideration, Subordinator subordinates its interest in the Property to Subordinatee's Interest and all advances or charges, if any, made or accruing under Subordinatee's Note, if any. This subordination also includes any extension, refinancing, reindexing, renewal, or renegotiation of Subordinatee's Note, if any.

Subordinator acknowledges the opportunity to examine the terms of the documents pertaining to Subordinatee's Interest.

The heirs, personal representatives, successors and assigns of Subordinator shall be bound by this Agreement. This Agreement shall inure to the benefit of Subordinatee and its personal representatives, successors and assigns.



EXHIBIT "A"

THAT PORTION OF THE WEST 1/2 OF THE SOUTHEAST 1/4; AND THAT PORTION OF GOVERNMENT LOTS 4 AND 5, ALL IN SECTION 12, TOWNSHIP 33 NORTH, RANGE 3 EAST OF W.M., LYING WESTERLY OF THE WEST BOUNDARY LINE OF THE COUNTY ROAD, AS SAME WAS CONVEYED TO SKAGIT COUNTY BY DEED RECORDED UNDER AUDITOR'S FILE NO. 242449, AND ALSO LYING SOUTHERLY OF THE SOUTH BOUNDARY LINE OF THAT CERTAIN TRACT OF LAND PURCHASED BY EVERT PAUL AND CORNELIA PAUL, HIS WIFE, BY REAL ESTATE CONTRACT RECORDED UNDER AUDITOR'S FILE NO. 854930, SAID PAUL TRACT BEING FURTHER DESCRIBED AS FOLLOWS: THAT PORTION OF THE NORTH 1/2 OF THE SOUTHEAST 1/4 OF SAID SECTION 12, BEGINNING AT THE INTERSECTION OF THE WEST LINE OF THE COUNTY ROAD AS REFERENCED ABOVE, AND THE NORTH LINE OF GOVERNMENT LOT 4; THENCE SOUTH ALONG THE WEST LINE OF SAID COUNTY ROAD A DISTANCE OF 25 FEET; THENCE WEST PARALLEL TO THE NORTH LINE OF SAID GOVERNMENT LOT 4, A DISTANCE OF 200 FEET; THENCE SOUTH A DISTANCE OF 349 FEET; THENCE EAST PARALLEL TO THE NORTH LINE OF GOVERNMENT LOT 4, A DISTANCE OF 200 FEET, MORE OR LESS, TO THE WEST LINE OF THE COUNTY ROAD; THENCE SOUTH ALONG SAID WEST LINE, 814 FEET MORE OR LESS, TO AN EXISTING FENCE; THENCE WEST ALONG SAID FENCE LINE TO THE WEST LINE OF THE SOUTHEAST 1/4 OF SAID SECTION 12; THENCE NORTH ALONG SAID WEST LINE, A DISTANCE OF 1,192 FEET MORE OR LESS TO THE NORTHWEST CORNER OF SAID SOUTHEAST 1/4; THENCE EAST ALONG THE NORTH LINE OF SAID SOUTHEAST 1/4 TO THE POINT OF BEGINNING.

EXCEPT THE SOUTH 266 FEET OF SAID SOUTHEAST 1/4, AS MEASURED ALONG THE WEST LINE THEREOF. AND EXCEPT THAT PORTION, IF ANY, LYING WITHIN THE DIKE DISTRICT #2 RIGHT OF WAY AS CONDEMNED BY DECREE ENTERED JULY 19, 1900, IN SKAGIT COUNTY SUPERIOR COURT CASE #3049 AND EXCEPT MOBILE HOME;

Tax Account No.: 330312-0-004-0208 (P15758); 330312-0-005-0009 (P15759); 330312-4-001-0104 (P15786); 330312-4-002-0004 (P15787);



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