When recorded return to:
Navy Federal Credit Union
C/O NEXTITLE
21907 64TH AVE WEST STE 100
MOUNTLAKE TERRACE, WA 98043

201301110144
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UNOFFICIAL DOCUMENT

SUBORDINATION AGREEMENT

NOTICE: THIS SUBORDINATION AGREEMENT RESULTS IN YOUR SECURITY INTEREST IN THE PROPERTY BECOMING SUBJECT TO AND OF LOWER PRIORITY THAN THE LIEN OF SOME OTHER OR LATER SECURITY INSTRUMENT.

GUARDIAN NORTHWEST TITLE CO.
104464-2

The undersigned subordinator and owner agrees as follows:

1. Navy Federal Credit Union
   referred to herein as "subordinator," is the owner and holder of a mortgage dated 26th of April 2007 which is recorded in under auditor's file No. 200705230114, records of Skagit County, Washington.

2. Best Mortgage
   referred to herein as "lender," is the owner and holder of a mortgage dated executed by Allan G. and Sonia B. Schaner which is recorded under auditor's file No. *201301110143, records of Skagit County, Washington. (which is to be recorded concurrently herewith).
   Loan amount approved in the amount of $139,000.00

3. Allan G. and Sonia B. Schaner, husband and wife
   referred to herein as "owner," is the owner of all the real property described in the mortgage identified above in Paragraph 2.

4. In consideration of benefits to "subordinator" from "owner," receipt and sufficiency of which is hereby acknowledged, and to induce "lender" to advance funds under its mortgage and all agreements in connection therewith, the "subordinator" does hereby unconditionally subordinate the lien of his mortgage identified in Paragraph 1 above to the lien of "lender's" mortgage, identified in Paragraph 2 above, and all advances or charges made or accruing thereunder, including any extension or renewal thereof.

"The approval does not include renewals or extensions that would increase the loan amount being approved on this document."

5. "Subordinator" acknowledges that, prior to the execution hereof, he has had the opportunity to examine the terms of "lender's" mortgage, note and agreements relating thereto, consents to and approves same, and recognizes that "lender" has no obligation to "subordinator" to advance any funds under its mortgage or see to the application of "lender's" mortgage funds, and any application or use of such funds for purposes other than those provided for in such mortgage, note or agreements shall not defeat the subordination herein made in whole or in part.

6. It is understood by the parties hereto that "lender" would not make the loan secured by the mortgage in Paragraph 2 without this agreement.

7. This agreement shall be the whole and only agreement between the parties hereto with regard to the subordination of the lien or charge of the mortgage first above mentioned to the lien or charge of the mortgage in favor of "lender" above referred to and shall supersede and cancel any prior agreements as to such, or any, subordination including, but not limited to, those provisions, if any, contained in the mortgage first above mentioned, which provide for the subordination of the lien or charge thereof to a mortgage or mortgages to be thereafter executed.

8. The heirs, administrators, assigns and successors in interest of the "subordinator" shall be bound by this agreement. Where the word "mortgage" appears herein it shall be considered as "deed of trust," and gender and number of pronouns considered to conform to undersigned.

NOTICE: THIS SUBORDINATION AGREEMENT CONTAINS A PROVISION WHICH ALLOWS THE PERSON OBLIGATED ON YOUR REAL PROPERTY SECURITY TO OBTAIN A LOAN, A PORTION OF WHICH MAY BE EXPENDED FOR OTHER PURPOSES THAN IMPROVEMENT OF THE LAND. IT IS RECOMMENDED THAT, PRIOR TO THE EXECUTION OF THIS SUBORDINATION AGREEMENT, THE PARTIES CONSULT WITH HIS/HER/THEIR ATTORNEYS WITH RESPECT THERETO.

Dated: 14 December 2012

S. E. Krueger, Vice President

STATE OF Virginia

COUNTY OF Fairfax ss.

I certify that I know or have satisfactory evidence that S. E. Krueger Vice President (is/are) the person(s) who appeared before me, and said person(s) acknowledged that he signed this instrument and acknowledged it to be his free and voluntary act for the uses and purposes mentioned in this instrument..

TIA MARIA TUCCI
Notary Public
Commonwealth of Virginia
274045
My Commission Expires Jan 31, 2013

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Dated: 14 December 2012

Notary name printed or typed: Tia Maria Tucci
Notary Public in and for the State of Virginia
Residing at 820 Folkin Lane, Vienna, VA 22180
My appointment expires: 31 Jan 2013

TIA MARIA TUCCI
Notary Public
Commonwealth of Virginia
274045
My Commission Expires Jan 31, 2013

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Legal Description

LOT 19, AMENDED PLAT OF MOUNTAIN VIEW ESTATES, ACCORDING TO THE PLAT THEREOF RECORDED IN VOLUME 14 OF PLATS, PAGE 198, RECORDS OF SKAGIT COUNTY, WASHINGTON.