

When recorded return to:

MICHAEL A. WINSLOW
Attorney at Law
1204 Cleveland Avenue
Mount Vernon, Washington 98273



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Skagit County Auditor

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GUARDIAN NORTHWEST TITLE CO.

SHORT FORM DEED OF TRUST

106369

GRANTORS:

Farm & Fowl, LLC, a Washington limited liability company.

GRANTEES:

1. Beneficiary

Gary VanderYacht, a married man as to his separate estate, as to a 50% interest; and Richard VanderYacht, a married man as to his separate estate, as to a 50% interest.

2. Trustee

Guardian Northwest Title & Escrow.

LEGAL DESCRIPTION (abbreviated):

Section 19, Township 35 North, Range 6 East; Ptn. Gov't Lot 10; and Ptn. SE of NE; and Ptn. NE of SW; and Ptn. NW of SE.

Full legal description set forth on page 2.

ASSESSOR'S PROPERTY TAX

PARCEL OR ACCOUNT NO. P41661, 350619-2-001-0007; P41663, 3050619-3-001-0005;
P41656, 350619-0-013-0007; P41681, 350619-4-005-0009;
P41680, 350619-4-004-0000

REFERENCE NOS OF DOCUMENTS

ASSIGNED OR RELEASED: 201307180107

CONVEYANCE:

This Deed of Trust is made on August 5, 2013, between Farm & Fowl, LLC, a Washington limited liability company, Grantor, which address is 15356 Produce Lane, Mount Vernon, WA 98273; Guardian Northwest Title & Escrow, Trustee, which address is P.O. Box 1667, Mount Vernon, WA 98273; and Gary VanderYacht, a married man as to his separate estate, as to a 50% interest; and Richard VanderYacht, a married man as to his separate estate, as to a 50% interest, Beneficiaries, whose address is in care of LTV Lending Group, LLC; James E. Bolduc, Member, 336-A East Fairhaven Avenue,

Deed of Trust

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Burlington, WA 98233.

Grantors hereby irrevocably grant, bargain, sell, and convey to Trustee in trust, with power of sale, all Grantors' estate, right, title, interest, claim and demand, now owned or hereafter acquired, in and to the following described property in Skagit County, Washington (the "Property," which term shall include all or any part of the Property, any improvements thereon and all the property described in Section 1 of the Master Form Deed of Trust hereinafter referred to); which has the address of 30731 Walberg Road, Sedro-Woolley, WA 98284:

Lot 1

Parcel "A":

The West 10 acres of the following described tract of land:

Government Lot 10 and the Northwest 1/4 of the Southeast 1/4 of Section 19, Township 35 North, Range 6 East, W.M., RESERVING AND EXCEPTING from the above described 10 acres herein conveyed, the South 20 feet for a public road; ALSO EXCEPT that portion thereof lying North of the East extension of the North line of the Southeast 1/4 of the Northwest 1/4 of said Section 19.

Parcel "B":

That portion of the East 495 feet of the West 660 feet of the Northwest 1/4 of the Southeast 1/4 of Section 19, Township 35 north, Range 6 East, W.M., lying southerly of the following described line:

Beginning at the Southwest corner of said East 495 feet of the West 660 feet of said Northwest 1/4 of the Southeast 1/4;
Thence North along the West line of said subdivision 1,105.0 feet to the True Point of Beginning of said line;
Thence North 73° East 214.3 feet;
Thence South 27° East 190 feet;
Thence South 51° East 139.5 feet;
Thence South 83° East to an intersection with the East line of said subdivision and the terminal point of said line;

EXCEPTING from said tract, county road right-of-way and that portion, if any, lying East of the West line of the East 660 feet of said Northwest 1/4 of the Southeast 1/4; AND EXCEPTING that portion of said tract, if any, lying West of the East line of the West 10 acres of the following described premises:

Government Lot 10 and the Northwest 1/4 of the Southeast 1/4 of Section 19, Township 35 North, Range 6 East W.M., EXCEPT the South 20 feet for roads;

EXCEPT from the above described Parcel "B", the East 280 feet thereof.



Lot 3

The East 15 acres of the Northeast 1/4 of the Southwest 1/4; TOGETHER WITH the East 15 acres of the Southeast 1/4 of the Northwest 1/4, all in Section 19, Township 35 North, Range 6 East, W.M.,

RESERVING AND EXCEPTING therefrom the South 15 feet of the 15 acres first herein described for a public road.

(Note: There is no Lot 2 in this description.)

All situate in the County of Skagit, State of Washington.

TOGETHER WITH all the tenements, hereditments and appurtenances now or hereafter belonging or in any way appertaining leases and other agreements for use and occupancy pertaining thereto and the rents, issues and profits thereof and all other property or rights of any kind or nature whatsoever further set forth in the Master Form Deed of Trust hereinafter referred to SUBJECT, HOWEVER, to the right, power and authority hereinafter given to and conferred upon Beneficiary to collect and apply such rents, issues and profit. This Deed of Trust shall constitute a security agreement under the Uniform Commercial Code of Washington between Grantors as debtor and Beneficiary as secured party. Grantors grant a security interest to Beneficiary in any of the property which is personal property and also grants a security interest in the property described in Section 2 of the Master Form Deed of trust hereinafter referred to, now owned or hereafter acquired by Grantors (the Property as defined above, and the property described in said Section 2 are hereafter referred to as the "Collateral").

THIS DEED IS FOR THE PURPOSE OF SECURING the following:

- (a) Payment of the sum of One Hundred Forty-Two Thousand Dollars (\$142,000.00) with interest thereon according to the terms of a promissory note of even date herewith, payable to Beneficiary or order and made by Grantors (the "Note," which term shall include all notes evidencing the indebtedness secured by this Deed of Trust, including all renewals, modifications or extensions thereof);
- (b) Payment of any further sums advanced or loaned by Beneficiary to Grantors, or any of its successors or assigns, if:
 - (i) the note or other writing evidencing the future advance or loan specifically states that it is secured by this Deed of Trust; or
 - (ii) the advance, including costs and expenses incurred by Beneficiary, is made pursuant to this Deed of Trust or any other documents executed by Grantors evidencing, securing or relating to the Note and/or the Collateral, whether executed prior to, contemporaneously with or subsequent to this Deed of Trust (this Deed of Trust, the Note and such other documents, including any construction or other loan agreement are hereafter collectively referred to as the "Loan Documents") together with interest thereon at the rate set forth in the Note unless otherwise specified in the Loan Documents or agreed to in writing.

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(c) Performance of each agreement, term and condition set forth or incorporated by reference in the Loan Documents, including without limitation the loan agreement and/or commitment dated and assignment of leases and/or rents of even date herewith, which are incorporated herein by reference, or contained herein.

By executing and delivering this Deed of Trust and the Note secured hereby, the parties agree that all provisions of Paragraphs 1 through 65 inclusive of the Master Form Deed of Trust hereinafter referred to, except such paragraphs as are specifically excluded or modified herein, are hereby incorporated herein by reference and made an integral part hereof for all purposes the same as if set forth herein at length, and the Grantors freely make said covenants and agree to fully perform all of said provisions. The Master form Deed of Trust above referred to was recorded on the eleventh 11th day of August, 1987, in the Official Records of the offices of the county Auditors of the following counties in Washington in the book, and at the page designated after the name of each county, to-wit:

COUNTY	BOOK OR VOL.	PAGE NO.	AUDITOR'S FILE NO.
Adams	142	305	213404
Asotin			175404
Benton	493	1125	87-12850
Chelan	880	1663	8708110050
Clallam	784	278	594433
Clark		19	8708110009
Columbia	2H	296	H2135
Cowlitz			870811020
Douglas	M224	76	245733
Ferry	MF		205269
Franklin	0227	251	454027
Garfield			87248
Grant	634	109	804746
Grays Harbor	87	18669	870811031
Island	559	1756	87011073
Jefferson	243	338	309675
King			8708110560
Kitsap	432	682	8708110065
Kitittas	264	212	506597
Klickitat	141	300	206526
Lewis	365	154	960637
Lincoln			377660
Mason	384	027	470654
Okanogan	70	2376	741827
Pacific	8708	348	84496
Pend Oreille	74	899	194502
Pierce	0440	0367	8708110085
San Juan	188	341	87147097
Skagit	719	58	8708110057
Skamania	106	326	1036446
Snohomish	2079	0467	0708110076

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Spokane	918	688	8708110112
Stevens	115	0434	8705730
Thurston	1511	769	8708110045
Wahkiakum	71	256	38075
Walla Walla	166	400	8706174
Whatcom		614	1580300
Whitman	48		521420
Yakima	1217	977	2807235

A copy of such Master Form Deed of Trust is hereby furnished to the person executing this Deed of Trust and by executing this Deed of Trust, the Grantors acknowledge receipt of such Master Form Deed of Trust. The Property which is the subject of this Deed of Trust is not used principally or primarily for agricultural or farming purposes. The undersigned Grantors request that a copy of any Notice of Default and of any Notice of Sale hereunder be mailed to him at the address hereinbefore set forth.

The specific provisions of this Deed of Trust, the Promissory Note secured hereby and the Loan Agreement (if any) shall control in the event of conflict with provisions with the Master Form.

Paragraph 17 of the Master Form Deed of Trust is deleted and the following language is substituted:

Due on Sale Clause. Beneficiary may, at its option, declare immediately due and payable all sums secured by this Deed of Trust upon the sale or transfer of all or any part of the real property, or any interest therein, without the Beneficiaries' prior written consent. A "sale or transfer" means the conveyance of any property or any right, title or interest therein; whether legal or equitable, whether voluntary or involuntary, by outright sale, deed, installment sale contract, land contract, contract for deed, leasehold interest with a term greater than ten years, lease/ option to purchase contract; sale, assignment or transfer of any beneficial interest in or to any land trust holding title to the real property or any other method of conveyance of real property interests. A sale of the corporation, limited liability company or partnership interest greater than 49% of the voting stock, partnership interests, or member interests after date of the recording the Deed of Trust or dilution of the current voting stock, partnership or member interests through issuance of additional shares or interests shall likewise constitutes a "transfer". In the case of a conveyance or contract to convey, the interest shall likewise increase to the default amount or the holder may consent to the conveyance or contract to convey and increase the interest rate provided for herein. However, this option shall not be exercised by Beneficiary if exercise is prohibited by federal or Washington law.

Paragraph 26 of the Master Form Deed of Trust is deleted and the following language is substituted:

Late Charge. Payments will be late if not received Beneficiary or his successor within the date due as specified in the Promissory Note. If a payment is late, Makers agree to pay a late charge equal to five percent (5%) of the amount of the delinquency. If the event the full balance of the note is not paid on or before 30 days from the date due, the Maker shall pay a late charge equal to two percent (2%) of the balance of all principal and interest due. There will be no daily pro rata adjustment. All late charges shall accrue to the benefit of the Beneficiary. This paragraph shall not relieve the Grantor of the obligation to make payments on or before the date on which they are due nor do the terms of this paragraph in anyway affect Beneficiary's remedies pursuant to the terms of the Note secured hereby or this Deed of Trust.

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Paragraph 37 and 47 of the Master Form Deed of Trust is deleted. The property is used for farming purposes. Portions of the property are subject to foreclosure under RCW 61.12.

Paragraph 58(b) of the Master Form Deed of Trust is deleted and the following language is substituted:

(b) Grantors shall promptly comply with all statutes regulations and ordinances which apply to Grantors or the Property and with all orders, decrees or judgments of governmental authorities or courts having jurisdiction which Grantors are bound by, relating to the use, collection, storage, treatment, control, removal or cleanup of hazardous or toxic substances in, on or under the Property or in, on or under an adjacent property that becomes contaminated with hazardous or toxic substances as a result or construction, operations or other activities on, or the contamination of, the Property, at Grantors' expense. Beneficiary may, but is not obligated to, enter upon the Property and take such actions and incur such costs and expenses to effect such compliance as it deems advisable to protect its interest as Beneficiary; and whether or not Grantors have actual knowledge of the existence of hazardous or toxic substances in, on or under the Property or any adjacent property as of the date hereof, Grantor shall reimburse Beneficiary on demand for the full amount of all costs and expenses incurred by Beneficiary prior to Beneficiary acquiring title to the Property through foreclosure or deed in lieu of foreclosure, in connection with such compliance activities.

The term "Grantor" as used in this agreement includes the "Borrower" as defined in RCW 61.24, if the Borrower is a person or entity other than the Grantor.

To the extent permitted by law, including, without limitation, RCW 61.24.100, the Beneficiary hereunder may seek and obtain a deficiency judgment following the completion of a judicial foreclosure or a non-judicial trustee's sale of all or a portion of the security for the obligation secured by this Deed of Trust.

The parties covenant and agree that the loan for which this Deed of Trust is given is for commercial purposes only. The Grantor/Borrower expressly covenants and agrees that the loan proceeds will not be used for any personal, family, or household purpose.

This Deed of Trust is also subject to specific provisions as set forth in the Construction Rider, which is attached hereto as Exhibit A and incorporated by this reference as if set forth in full herein. The provisions in the Construction Rider shall control to the extent that there is any conflict with the provisions of the Master Form Deed of Trust.

The Note secured hereby is a combination construction/loan permanent loan Note.

Grantors' Street address for service of process:

15356 Produce Lane
Mount Vernon, WA 98273

Partial Reconveyance Requirements

Upon not less than twenty (20) days' prior written notice from Grantor, Beneficiaries shall request of the Trustee a partial reconveyance from the lien of this Deed of Trust to certain portions of the property on the following terms and conditions:

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(a) There exists no defaults under the Loan Agreement, the Note, this Deed of Trust or any other security for the Note at the time the partial reconveyance is requested or is to be recorded, provided, however, no consent to any partial reconveyance shall constitute a waiver of any default, nor of any condition herein to any future reconveyance;

(b) The size and configuration of the parcel to be reconveyed has been approved by Beneficiaries in writing, which consent shall not be unreasonably withheld;

(c) Grantor has provided Beneficiaries with satisfactory evidence confirming that the parcels being reconveyed and the parcels remaining encumbered by this Deed of Trust following the reconveyance comply with all applicable site plan, subdivision and platting requirements;

(d) The parcel(s) remaining encumbered by this Deed of Trust constitute separate tax parcels and one or more separate legal lots;

(e) The parcels remaining encumbered by this Deed of Trust following the reconveyance have adequate access to all rights-of-way, utilities, shared parking and other common areas;

(f) The partial reconveyance will not result in any encroachment or breach any zoning law;

(g) Beneficiaries' receipt at Grantor's expense of one or more endorsements to its mortgagee's title insurance policy insuring the continuing validity and priority of this Deed of Trust following the partial reconveyance; insuring the matters set forth in clause (d) above; and insuring such other matters set forth in clause (e) and (f) hereof above as can be insured to lender's satisfaction by title endorsement;

(h) Beneficiaries' receipt of payment of all Beneficiaries' costs and fees, including review and approval work, incurred in connection with such partial reconveyance request; and

(i) Beneficiaries' receipt of the release price set forth in the Loan Agreement.

Beneficiary will reconvey tax parcels 41681 and 41656, together with land added by Boundary Line Adjustment to the said parcels (for a total of 16 acres, described as "Lot 1") upon payment of the sum of \$30,000.00 as additional reduction of principal.

WITNESS the hands and seals of the Grantors on the day and year first above written.

Farm & Fowl, LLC

By: Larry R. Jensen, Member

By: Travis W. Brewer, Member

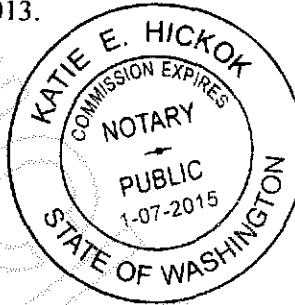
By: Don Bates, Jr., Member




State of Washington)
)ss
County of Skagit)

I certify that I know or have satisfactory evidence that Larry R. Jensen is the person who appeared before me; that he acknowledged that he signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged as a Member of Farm & Fowl, LLC, to be the free and voluntary act of him for the uses and purposes contained in the instrument.

DATED: August 5, 2013.

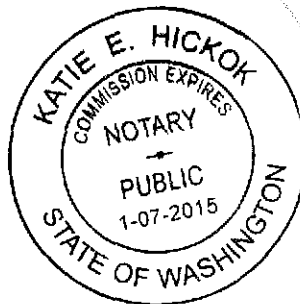



Katie E. Hickok, Notary Public
My commission expires 1-7-15

State of Washington)
)ss
County of Skagit)

I certify that I know or have satisfactory evidence that Travis W. Brewer is the person who appeared before me; that he acknowledged that he signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged as a Member of Farm & Fowl, LLC, to be the free and voluntary act of him for the uses and purposes contained in the instrument.

DATED: August 5, 2013.

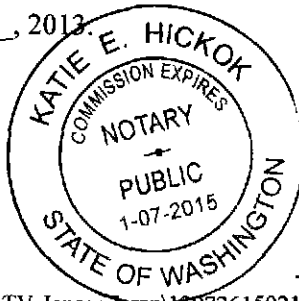




Katie E. Hickok, Notary Public
My commission expires 1-7-15

State of Washington)
)ss
County of Skagit)

I certify that I know or have satisfactory evidence that Don Bates, Jr. is the person who appeared before me; that he acknowledged that he signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged as a Member of Farm & Fowl, LLC, to be the free and voluntary act of him for the uses and purposes contained in the instrument.

DATED: August 5, 2013.




Katie E. Hickok, Notary Public
My commission expires 1-7-15

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CONSTRUCTION RIDER, EXHIBIT A

This Construction Rider is made a part of that certain Deed of Trust to be entered into by and between Farm & Fowl, LLC, as Grantor under the Deed of Trust, and Gary VanderYacht and Richard VanderYacht, as Beneficiaries of the said Deed of Trust. The following terms and conditions become a part of the Deed of Trust and modify the terms set forth therein. To the extent that any of the provisions set forth below conflict with any provisions of the Master Form Deed of Trust, the provisions contained in this Rider shall be controlling.

1. Improvements to Residence. The Grantor shall complete Improvements to a residence located at 30731 Walberg Road, Sedro-Woolley, WA 98284, having Tax Parcel Nos. 41663, 41661, 41656 and 41681, and portion of 41680, which property is secured by this Deed of Trust, within three (3) months of the date of execution of the Deed of Trust. The Grantor shall complete Improvements to the home in accordance with its construction budget, as provided to Lenders.

2. Use of Funds. The loan funds which are secured by this Deed of Trust shall be used solely by the Grantor for the purpose of completing Improvements to the residence in accordance with the contract referenced in the preceding paragraph. No part of the loan proceeds shall be used to pay loan fees, interest, or other charges not directly connected with the construction of Improvements on the mortgaged premises.

3. Conditional Release of Funds. Additional advances shall be made under the Promissory Note and shall be identified as "progress draws." Progress draws shall be released when the Beneficiaries' representative, James E. Bolduc, provides notice to the Beneficiaries, by written certification, that the phase of work is completed by the general contractor/Grantor in accordance with the plans and specifications and the schedule stated in the Construction Disbursement Agreement. The final draw shall not be released to the Grantor until such time as the Beneficiaries' representative provides notice to the Beneficiaries, by written certification, that 100% of the work is completed in accordance with the plans and specifications and the other terms and conditions of this Agreement have been met.

a. The project is identified by reference to 30731 Walberg Road, Sedro-Woolley, WA 98284;

b. In addition, Grantor shall provide a sworn statement on behalf of Grantor, if acting as general contractor, or from the general contractor if a third party is so acting, listing each subcontractor and the amount of each contract let. Grantor shall provide evidence acceptable to Beneficiaries that the proposed Improvements comply with applicable zoning laws, Environmental Protection Agency requirements, and building and municipal ordinances.

c. Grantor shall provide a copy of the approved Building Permit, if such is a requirement.



4. Request for Draws. Grantor shall present his request for a draw in writing in accordance with the disbursement schedules set forth below. Grantor shall submit documentation to support the draw request to James E. Bolduc, as Beneficiaries' representative. Beneficiaries shall have the right to review the draw request, utilizing the services of a construction project analyst, engineer, or surveyor, as may be appropriate in the event that the initial review by James E. Bolduc causes concerns about the Beneficiaries' security or the completeness of the work necessary to meet the draw requirement. Such review or inspection by professionals shall be at Grantor's expense and payment, therefore, shall be deducted from the loan proceeds.

5. Failure to Complete. Completion of the Improvements to the residence on the mortgaged premises shall be in accordance with the plans and specifications referenced herein above, with construction to be completed to the reasonable satisfaction of the Beneficiaries and their representative. If the work on such Improvements ceases before completion and the work remains abandoned for a period of thirty days, or in the event the Improvements are not completed to the reasonable satisfaction of the Beneficiaries, then the entire principal sum secured by this Deed of Trust and interest thereon may at once become due and payable at the option of the Beneficiaries.

6. Compliance with Building Regulations. Grantor will comply with all statutes, ordinances, and governmental requirements affecting the mortgaged premises and the construction, repair, or removal of any buildings or other Improvements thereon. If the Grantor neglects, refuses to so comply, and such failure or refusal continues for a period of thirty days after written notice, then at the option of the Beneficiaries hereunder and upon written notice thereof, the entire balance of the principal sums secured hereby, together with all accrued interest, will immediately become due and payable.

7. Beneficiaries' Right to Complete Construction. In the event the work on the Improvements to the mortgaged premises is abandoned for a period of thirty days, the Beneficiaries may, at their option, enter upon the premises through such agents and contractors as they may hereafter elect and complete construction of the Improvements in accordance with the plans and specifications approved by the county building authority. In such event, Grantor gives the Beneficiaries full power and authority to make such entry and to enter into such contracts or arrangements as may be necessary to complete the Improvements. Money expended by the Beneficiaries in connection with such completion of Improvements shall be payable by the Grantor on demand and until such payment is made shall be added to the principal amount of the Note secured by this Deed of Trust and shall bear interest at the rate set forth in the Note. The Beneficiaries shall have the right to seek the appointment of a receiver in order to enforce the rights granted hereunder by the Grantor. In the event that the Lenders find it necessary to obtain an injunction or obtain other equitable relief, which might require the posting of a bond by the Beneficiaries, the Beneficiaries shall have the right to obtain such relief without the necessity of posting a bond as a condition of granting such relief or injunction. In furtherance of the right to complete the Improvements, Grantor hereby grants to Beneficiary a security interest in the building and other construction related permits, the plans and specifications, the orders of materials and supplies from vendors to the project, the mitigation, connection or development fees paid by Grantors to municipal entities or utility services, and the



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right to execute assignment of such permits or entitlements in the name of Grantor for the benefit of Beneficiary. Grantor's appointment of Beneficiaries as Attorney-in-Fact for Grantor, as stated in the Master Form Deed of Trust, is hereby ratified for this purpose.

8. **Rights of Lenders.** If, in the opinion of Lenders, any work in connection with construction of the Improvements has not been done, or is not being done in accordance with good building practices, in accordance with any Law (as defined above), or in accordance with the approved Plans and Specifications, or is otherwise unsatisfactory, Lenders shall have the right, without waiver of default or of any other right of Lenders, to stop said work and order its replacement or correction, whether or not such work has theretofore been incorporated in the Improvements, and shall be entitled to withhold all further disbursements until such work has been corrected. Failure of Borrower to make corrections, within fifteen (15) days after demand from Lenders, or other reasonable period as is then applicable and approved, shall constitute a further event of default hereunder.

9. **Disbursements.** Disbursement of loan funds may be paid to Borrower, or, at the option of Lenders, to Borrower jointly with the contractor, materialmen, laborers, or subcontractors engaged in the construction work, or, at the option of Lender, directly to the contractor, materialmen, laborers or subcontractors engaged in the construction work, and at such times as the construction has, to the satisfaction of Lender, reached certain stages in accordance with the Plans and Specifications. Borrower agrees that Lender may stamp the back of any loan proceeds check, or Borrower check with a "Lien Waiver" stamp. In the alternative, Borrower will prepare a Lien Release, in a form satisfactory to Lenders for signature by either the contractor, materialmen, laborers or subcontractors, in exchange for payment, as more fully described below.

10. **Lien Releases.** Prior to each and any disbursement, Lenders may require, as a condition to such advance, that Borrower obtain from all subcontractors and materialmen, an acknowledgment of payment and release of lien through the date covered by the last advance, or the last date on which the contractor, subcontractor, or materialman performed services on or furnished material for the construction, as the case may be. Such acknowledgment and release shall be in standard form approved by Lender and shall cover all work done, labor performed and materials furnished or rented with respect to the Property and/or the Improvements.

11. **Discharge of Liens.** Borrowers shall not allow any lien (statutory or otherwise) of any type to be recorded with respect to the Property, any Improvement or any portion of the same. Borrower shall give to Lenders immediate written notice of the filing or recording of any such lien. In the event that any such lien is recorded, Lenders may, without waiver of such default by Borrower or of any of Lenders' other rights or remedies, cause such lien to be discharged (or may accept an assignment of rights of lienholder) by any lawful means. All costs incurred by Lenders in connection with such lien shall be repaid to Lenders immediately upon demand and until repaid such sums shall bear interest at the applicable rate under the Note and shall be secured by the Trust Deed. Borrower's obligations under this paragraph is subject to Borrower's right to dispute and contest in good faith any lien filed against the Property, so long as such dispute or contest does not materially impair the



Lenders' security and there is deposited with Lenders or the Title Company an amount sufficient to satisfy said lien, any interest that may accrue thereon, and any expenses, including attorney's fees, which may or could be incurred in connection therewith. Such amount generally shall be in the amount of the lien, plus \$100.00, unless a bond is posted by the Borrower to the satisfaction of the Lenders. Borrower shall be required to obtain from the Title Company an endorsement to Lenders' title policy insuring that Lenders' Deed of Trust is in a prior position and insuring against any loss by reason of said lien. Written acknowledgment and consent to contest a lien shall be received from Lenders in advance and in Lenders' sole discretion.

12. Diligent Completion. The Grantor hereunder agrees to diligently pursue completion of the construction work upon the subject premises once the same is commenced and to engage in all reasonable acts to protect the collateral from waste and vandalism.

13. Granting of Consents. The Beneficiaries and their representatives shall not unreasonably withhold their consents or approvals to any matters requiring approval by them.

Read and Approved on the 5 day of August, 2013, by:

Grantor: Farm & Fowl, LLC

Beneficiaries:

By: [Signature]
Larry R. Jensen, Member

[Signature]
Gary VanderYacht

By: [Signature]
Travis W. Brewer, Member

[Signature]
Richard VanderYacht
by Gary VanderYacht, his attorney-in-fact

By: [Signature]
Don Bates, Jr., Member



Lenders' security and there is deposited with Lenders or the Title Company an amount sufficient to satisfy said lien, any interest that may accrue thereon, and any expenses, including attorney's fees, which may or could be incurred in connection therewith. Such amount generally shall be in the amount of the lien, plus \$100.00, unless a bond is posted by the Borrower to the satisfaction of the Lenders. Borrower shall be required to obtain from the Title Company an endorsement to Lenders' title policy insuring that Lenders' Debt of Trust is in a junior position and insuring against any loss by reason of said lien. Written acknowledgment and consent to contest a lien shall be received from Lenders in advance and in Lenders' sole discretion.

12. **Diligent Completion.** The Grantor hereunder agrees to diligently pursue completion of the construction work upon the subject premises once the same is commenced and to engage in all reasonable acts to protect the collateral from waste and vandalism.

13. **Granting of Consents.** The Beneficiaries and their representatives shall not unreasonably withhold their consents or approvals to any matters requiring approval by them.

Read and Approved on the _____ day of August, 2013, by:

Grantor: Farm & Fowl, LLC

Beneficiaries:

By: Larry R. Jensen, Member

Gary VanderYacht

By: Travis W. Brewer, Member

Richard VanderYacht
by Gary VanderYacht, his attorney-in-fact

By: Don Bates, Jr., Member



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Skagit County Auditor

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