Filed for Record at Request of:

Zylstra, Beeksma & Waller, P.L.L.C. 791 S. E. Barrington Drive Oak Harbor, WA 98277



DISCONTINUANCE OF FORECLOSURE PROCEEDINGS AND REINSTATEMENT OF THE DEED OF TRUST

ISLAND TITLE CO.

Tax Parcel #350618-2-001-0008

Jeffrey K. Flauding and Kathleen L. Flauding, Grantors; Land Title Company, Trustee; and InterWest Bank, Beneficiary, entered into a Deed of Trust dated October 26, 1995, and recorded on November 1, 1995, in the Auditor's office of Skagit County, Washington, under Auditor's No.9511010067.

Notice of Trustee's Sale was recorded by the Successor Trustee and was filed for record on December 30, 1999 under Auditor's File No. 199912300192.

The Successor Trustee does hereby discontinue the proceedings of foreclosure and rescind the notice of election to declare default as set out in the recorded notice, and does hereby reinstate the Deed of Trust and the obligation thereunder shall remain as if no acceleration had taken place.

Nothing here is to be construed as impairing any right under said Deed of Trust.

DATED this 24th day of March, 2000.

EDWARD C. BEEKSMA

Successor Trustee

STATE OF WASHINGTON)
) ss.
County of Island
)

I certify that I know or have satisfactory evidence that EDWARD C. BEEKSMA signed this instrument and acknowledged it to be his free and voluntary act for the uses and purposes mentioned in the instrument.

DATED: March 24, 2000



Eva R. Ould Notary Public

My Appointment Expires: 2/2/03