

Return Address:

Washington Community Reinvestment Association
P. O. Box 2609
Seattle, WA 98111-2609
Loan No. 2-970099



200005250020

Kathy Hill, Skagit County Auditor
5/25/2000 Page 1 of 5 9:22:53AM

FIRST AMERICAN TITLE CO.

B61129E-6

DEED OF TRUST SUBORDINATION AGREEMENT

Reference numbers of related documents:

on page 1 of document

9711260131

Grantor(s):

DT# 200005250015

1. Evangelical Lutheran Salem Church of Mt. Vernon, Washington
2. Salem Village Limited Partnership
- 3.

etc. additional names on page ____ of document

Grantee(s):

1. Washington Community Reinvestment Association
- 2.
- 3.

etc. additional names on page ____ of document

AFTER RECORDING RETURN TO:

Washington Community Reinvestment Association
P.O. Box 2609
Seattle, WA 98111-2609
Loan No. 2-970099

DEED OF TRUST 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.

The undersigned subordinator and owner agrees as follows:

1. EVANGELICAL LUTHERAN SALEM CHURCH OF MT. VERNON, WASHINGTON, referred to herein as "subordinator", is the owner and holder of a mortgage dated November 21, 1997, executed by SALEM VILLAGE LIMITED PARTNERSHIP, a Washington limited partnership which are recorded under auditor's file No. 9711260131, records of Skagit County, Washington.
2. WASHINGTON COMMUNITY REINVESTMENT ASSOCIATION, referred to herein as "lender", is the owner and holder of a mortgage dated May 25, 2000, executed by SALEM VILLAGE LIMITED PARTNERSHIP, a Washington limited partnership which is recorded under auditor's file No. 200005250015, records of Skagit County.
3. SALEM VILLAGE LIMITED PARTNERSHIP, a Washington limited partnership 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 subordinate the lien of the Mortgage and the Assignment identified in Paragraph 1 above to the lien of "lender's" mortgage, identified in Paragraph 2.
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 and



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Kathy Hill, Skagit County Auditor
5/25/2000 Page 2 of 5 9:22:53AM

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 first mortgage above mentioned 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.

Executed this 25th day of May, 2000.

OWNER:

SALEM VILLAGE LIMITED PARTNERSHIP,
a Washington limited partnership

By: Salem Village,
a Washington nonprofit corporation, its general partner

By:


Kent Haberly, President

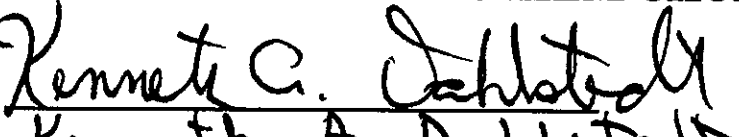
SUBORDINATOR:

EVANGELICAL LUTHERAN SALEM CHURCH OF MT. VERNON, WASHINGTON

By:

Name:

Title:


Kenneth A. Dahlstedt
President



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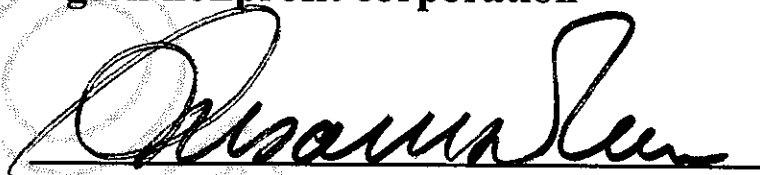
Kathy Hill, Skagit County Auditor

5/25/2000 Page 3 of 5 9:22:53AM

LENDER:

**WASHINGTON COMMUNITY REINVESTMENT ASSOCIATION,
a Washington nonprofit corporation**

By



Susan M. Duren, Vice President

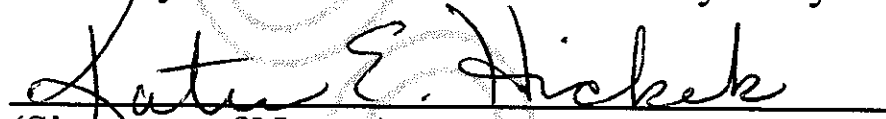
NOTARY

STATE OF WASHINGTON)
) ss.
COUNTY OF Skagit)

On this 18th day of May, 2000, before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared Kent Haberly, to me known to be the person who signed as President of SALEM VILLAGE, a Washington nonprofit corporation the corporation acting as general partner of SALEM VILLAGE LIMITED PARTNERSHIP, the limited partnership that executed the within and foregoing instrument, and acknowledged said instrument to be the free and voluntary act and deed of the corporation as general partner and of the limited partnership for the uses and purposes therein mentioned; and on oath stated that he was duly elected, qualified and acting as said officer of the corporation and that he was authorized to execute the said instrument on behalf of the corporation and that the seal affixed, if any, is the corporate seal of the corporation, and that the corporation was authorized to execute said instrument on behalf of the limited partnership.

IN WITNESS WHEREOF I have hereunto set my hand and official seal the day and year first above written.




(Signature of Notary)

Katie E. Hickok
(Print or stamp name of Notary)

NOTARY PUBLIC in and for the State of Washington,
residing at Mt-Vernon
My appointment expires: 1-7-2003



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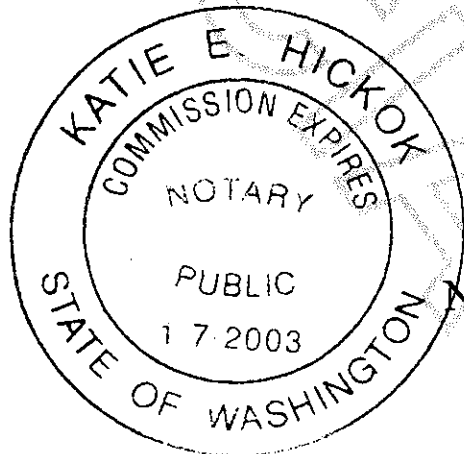
Kathy Hill, Skagit County Auditor

5/25/2000 Page 4 of 5 9:22:53AM

STATE OF WASHINGTON)
) ss.
COUNTY OF Skagit)

On this 18th day of May, 2000, before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared Kenneth A. Dahlstedt to me known to be the person who signed as President of EVANGELICAL LUTHERAN SALEM CHURCH OF MT. VERNON, WASHINGTON, the entity that executed the within and foregoing instrument, and acknowledged said instrument to be the free and voluntary act and deed of said corporation for the uses and purposes therein mentioned, and on oath stated that he was duly elected, qualified and acting as said officer of the entity, that he was authorized to execute said instrument and that the seal affixed, if any, is the seal of said entity.

IN WITNESS WHEREOF I have hereunto set my hand and official seal the day and year first above written.

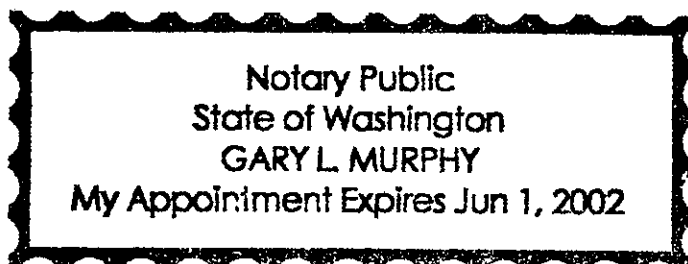


Katie E. Hickok
(Signature of Notary)
Katie E. Hickok
(Print or stamp name of Notary)

NOTARY PUBLIC in and for the State of Washington,
residing at Mt. Vernon
My appointment expires: 1-7-2003

STATE OF WASHINGTON)
) ss.
COUNTY OF KING)

On this 17th day of May, 2000 before me a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared SUSAN M. DUREN, known to me to be the Vice President of WASHINGTON COMMUNITY REINVESTMENT ASSOCIATION, a Washington non-profit corporation, the corporation named in and which executed the foregoing instrument, and stated on oath that she is authorized to execute the foregoing instrument on behalf of said corporation and signed the same as the free and voluntary act and deed of said corporation for the use and purposes therein mentioned.



Signature: [Signature]

Printed Name: Gary L. Murphy
Notary Public in and for the State of Washington,
residing at Seattle
My Commission expires: 6-1-02



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Kathy Hill, Skagit County Auditor