



200104020132

, Skagit County Auditor

4/2/2001 Page 1 of 1 3:47:28PM

WHEN RECORDED RETURN TO

Name SKAGIT STATE BANK

Address PO BOX 285

City, State, Zip BURLINGTON, WA 98233



LAND TITLE COMPANY

FILED FOR RECORD AT REQUEST OF LOT 3 & 4 PLAT OF BOW, OF SKAGIT COUNTY LOT 3 & 4 VOL. 3 PG. 40 SKAGIT COUNTY PROPERT TAX I.D. # 40740070080216

ISLAND TITLE B17632V

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. SKAGIT STATE BANK referred to herein as "subordinator", is the owner and holder of a mortgage dated APRIL 28TH 1994...
2. WELLS FARGO referred to herein as "lender" is the owner and holder of a mortgage dated MARCH 27, 2001...
3. MARGOS VILLARREAL & ADELA VILLARREAL HUSBAND & 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...
5. "Subordinator" acknowledges that, prior to the execution hereof, he has had the opportunity to examine the terms of "lender's" mortgage...
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...
8. The heirs, administrators, assigns and successors in interest of the "subordinator" shall be bound by this agreement.

Executed this 28TH day of MARCH 2001

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...

SKAGIT STATE BANK

BY Lisa Cassidy

LISA CASSIDY, A.V.P.

STATE OF WASHINGTON

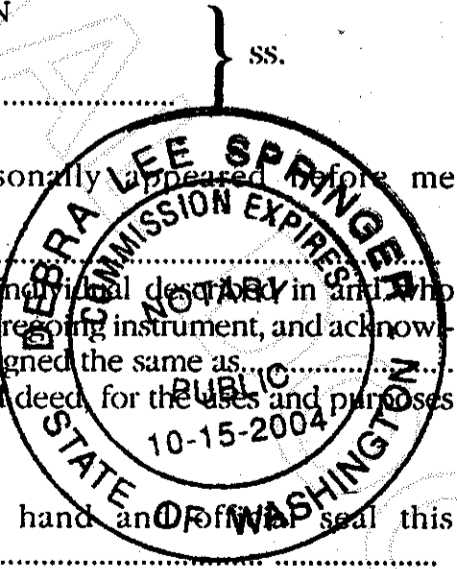
COUNTY OF

On this day personally appeared

to me known to be the individual described in and who executed the within and foregoing instrument, and acknowledged that... signed the same as... free and voluntary act and deed for the uses and purposes therein mentioned.

GIVEN under my hand and official seal this day of

Notary Public in and for the State of Washington, residing at My appointment expires:



STATE OF WASHINGTON

COUNTY OF SKAGIT

On this 28TH day of MARCH 2001 before me, the undersigned, a Notary Public in and for the State of Washington, duly commissioned and sworn, personally appeared LISA CASSIDY and

to me known to be the ASST. VICE President and Secretary, respectively of the corporation that executed the foregoing instrument, and acknowledged the 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 SHE IS authorized to execute the said instrument and that the seal affixed is the corporate seal of said corporation.

Witness my hand and official seal hereto affixed the day and year first above written.

Debra Lee Springer Notary Public in and for the State of Washington, residing at Burlington My appointment expires: 10-15-2004