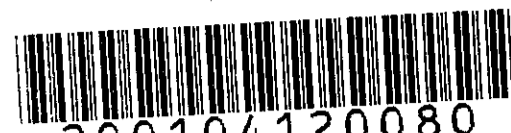


AFTER RECORDING RETURN TO:
Washington Federal Savings
Anacortes Office
PO Box 97
Anacortes WA 98221
Attention: _____



200104120080
Skagit County Auditor
4/12/2001 Page 1 of 4 4:07:04PM

LAND TITLE COMPANY OF SKAGIT COUNTY

Loan Number 014 209 242277-2

PA 96365E

SHORT FORM DEED OF TRUST

THIS DEED OF TRUST ("Security Instrument") is made April 9th, 2001 between
STRANDBERG CONSTRUCTION INC., A WASHINGTON CORPORATION

_____ as Grantor ("Borrower"), whose
address is PO BOX 319, ANACORTES WA 98221 ; and
WASHINGTON SERVICES INC as
trustee, whose address is 425 PIKE ST SEATTLE WA 98101 ,
and WASHINGTON FEDERAL SAVINGS, a United States Corporation, as Beneficiary ("Lender"/
Grantee), whose address is 425 Pike Street, Seattle, Washington 98101

Borrower hereby irrevocably grants, bargains, sells and conveys to Trustee in trust, with power of sale according to Washington law, all Borrower's 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 Paragraph 2 of the Master Form Deed of Trust hereinafter referred to):

THAT PORTION OF BLOCK 12, "FIRST PLAT OF SHIP HARBOR", AS PER PLAT RECORDED IN VOLUME 1 OF PLATS, PAGE 13, RECORDS OF SKAGIT COUNTY, WASHINGTON, DESCRIBED AS FOLLOWS:

LOT 1, THE SOUTH 50 FEET OF THAT PORTION OF HARRISON AVENUE ADJACENT TO LOT 1; AND THE WESTERLY 13 FEET OF SHANNON POINT ROAD ADJACENT TO THAT PORTION OF HARRISON AVENUE DESCRIBED HEREIN AND ADJACENT TO LOT 1.

SITUATE IN THE CITY OF ANACORTES, COUNTY OF SKAGIT, STATE OF WASHINGTON.

Assessor's Property Tax Parcel Account Number(s): 38160120160005

TOGETHER WITH all the tenements, hereditaments and appurtenances, now or hereafter thereunto belonging or in any way appertaining, leases and other agreements for the 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 Lender to collect and apply such rents, issues and profits.

This Security Instrument shall constitute a security agreement under the Uniform Commercial Code of Washington between Borrower as debtor and Lender as secured party. Borrower grants a security interest to Lender in any of the Property which is personal property and also grants a security interest in the property described in Paragraph 3 of the Master Form Deed of Trust hereinafter referred to, now owned or hereafter acquired by Borrower (the Property, as defined above, and the property described in said Paragraph 3 are hereafter collectively referred to as the "Collateral").

Borrower's Initials WS

A copy of such Master Form Deed of Trust has been furnished to the person executing this Security Instrument, and by executing this Security Instrument the Borrower acknowledges having received such Master Form Deed of Trust.

The Property which is the subject of this Security Instrument is not used principally or primarily for agricultural or farming purposes.

The undersigned Borrower requests that a copy of any Notice of Default and of any Notice of Sale hereunder, as required by Washington law in case of non-judicial foreclosure of a deed of trust, be mailed to Borrower at Borrower's address as hereinabove set forth.

Borrower agrees to obtain all insurance required from time to time by Lender and as elsewhere provided in the Loan Documents, including flood insurance. If Borrower fails to maintain such insurance satisfactory to the Lender, Lender may make the payment on behalf of the Borrower and any sums expended shall be added to principal and bear interest at the rate provided in the Note.

If the box preceding any of the following statements contains an "X", that statement is a part of this Security Instrument. If the box is not so checked, the corresponding statement is not part of this Security Instrument.

- Paragraph 49 of the Master Form Deed of Trust (which refers to the existence, if any, of an adjustable rate feature in the Note) is hereby deleted.
- The Note secured hereby evidences a construction loan or land loan but is not a combination Note. Paragraph 53 of the Master Form Deed of Trust is hereby deleted.
- The Note secured hereby is a combination construction loan/permanent loan Note. Refer to paragraph 53 of the Master Form Deed of Trust.
- The Property or a part thereof is a Condominium. Refer to paragraph 50 of the Master Form Deed of Trust.
- A fee owner and a leasehold owner of the Property, or a portion thereof, have executed this Security Instrument. Refer to paragraph 51 of the Master Form Deed of Trust
- The Property or a part thereof is a leasehold estate. Refer to paragraph 52 of the Master Form Deed of Trust.
- See also Schedule "A" of this Short Form Deed of Trust, attached hereto and incorporated herein by this reference.

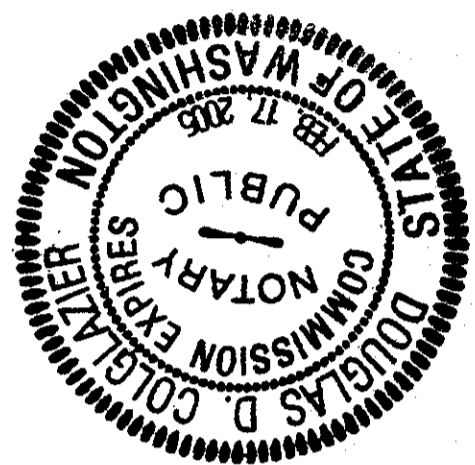
WITNESS the hand(s) and seal(s) of the Borrower, and each of them if more than one, on the day and year first above written.

STRANDBERG CONSTRUCTION INC


NELS STRANDBERG, PRESIDENT

(Over for notary acknowledgements)





(Seal or Stamp)

Dated: April 10, 2001

to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

(Name(s) of person(s) who appeared before me, and said person(s) acknowledged that (he/she/they) signed

of Strandberg Construction Inc., A Washington Corporation
(Type of Authority, e.g., Officer, Trustee)

is/are the person(s) who appeared before me, and said person(s) acknowledged that (he/she/they) signed
this instrument, on oath stated that (he/she/they) was/were authorized to execute the instrument and
acknowledged it as the President

I certify that I know or have satisfactory evidence that Nels Strandberg
STATE OF Washington)
COUNTY OF Skagit) ss.
)

(Signature) _____
Notary Public in and for the State of _____,
residing at _____
My commission expires _____

(Seal or Stamp)

Dated: _____

is/are the person(s) who appeared before me, and said person(s) acknowledged that (he/she/they) signed
this instrument and acknowledged it to be (his/her/their) free and voluntary act for the uses and purposes
mentioned in the instrument.

I certify that I know or have satisfactory evidence that _____
STATE OF _____)
COUNTY OF _____) ss.
)

(Signature) _____
Notary Public in and for the State of _____,
residing at _____
My commission expires _____



OFFICIAL COPY