



200211270169  
Skagit County Auditor

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LAND TITLE COMPANY OF SKAGIT COUNTY

PA-103405

45139693120001

**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

This Agreement is made this 14 day of November, 2002, by and between Wells Fargo Bank West, N.A. (Equity Direct) a national bank with its headquarters located at 1740 Broadway, Denver, CO (herein called "Lien Holder"), and Wells Fargo Home Mortgage, Inc., with its main office located in the State of Iowa (herein called the "Lender").

**RECITALS**

Lien Holder is the beneficiary/mortgagee under a deed of trust/mortgage, dated January 3, 2001 executed by Michael A. Sherman and Lisa H. Vanhaggen (the "Debtor") which was recorded in the county of Skagit, State of Washington, as 200101310168 on January 31, 2001 (the "Subordinated Instrument") covering real property located in Anacortes in the above-named county of Skagit, State of Washington, as more particularly described in the Subordinated Instrument (the "Property").

Lot 10, "ENTNER'S TRACTS SUBDIVISION NO. 1" as per plat recorded in volume 8 of Plats, pages 73 and 74, Records of Skagit County, Washington.

Situate in the County of Skagit, State of Washington

Lender will make a loan to the Debtor secured by a deed of trust/mortgage on the Property which will be recorded (the "Lender Instrument"). The Lender Instrument will secure a promissory note/line of credit agreement in the amount of \$ 157,600.00. Recorded 11-27-02 Auditors # 200211270168

Lien Holder has agreed to execute and deliver this Subordination Agreement.

ACCORDINGLY, in consideration of the property and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Lien Holder hereby agrees with Lender as follows:

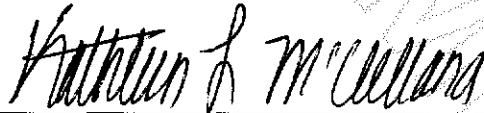
1. Regardless of any priority otherwise available to Lien Holder, the lien of the Subordinated Instrument is, shall be and shall remain fully subordinate for all purposes to the lien of the Lender Instrument, to the full extent of the sum secured by the Lender Instrument, including not only principal and interest on the principal indebtedness secured thereby but all other sums secured by the Lender Instrument, excluding non-obligatory future advances.
2. Lien Holder warrants to Lender that Lien Holder presently owns the Subordinated Instrument and indebtedness secured thereby, free and clear of all liens, security interests and encumbrances.
3. This Agreement is made under the laws of the State of Washington. It cannot be waived or changed, except by a writing signed by the parties to be bound thereby. This Agreement is made between Lender and Lien Holder. It shall be binding upon Lien Holder and the successors and assigns of Lien Holder, and shall inure to the benefit of, and shall be enforceable by, Lender and its successors and assigns. Neither the Debtor nor any other person (except Lender, its successors and assigns), shall be entitled to rely on, have the benefit of or enforce this Agreement.

IN WITNESS WHEREOF, this Subordination Agreement is executed on the day and year first above stated.

WELLS FARGO BANK WEST, N. A. (Equity Direct)

**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

By: Kathleen L. McClelland  
Title: Asst. Vice President



STATE OF Washington)  
) SS.  
COUNTY OF Pierce)

The foregoing instrument was acknowledged before me this 14 day of November,  
2002, by Kathleen L. McClelland, Asst. Vice President of Wells Fargo Bank West, N.A.  
(Equity Direct)

(bank officer name and title)

(name of Wells Fargo Bank)

WITNESS my hand and official seal.

My commission expires: 3/15/05



*Sandy D. Olson*  
Notary Public



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