



200507130123

Skagit County Auditor

7/13/2005 Page 1 of 3 3:48PM

AFTER RECORDING MAIL TO:

Name _____

Address _____

City, State, Zip _____

CASCADE BANK
2626 COLBY AVENUE
EVERETT, WA 98201

Subordination Agreement

Escrow No. _____

Title Order No. IC34423 CHICAGO TITLE COMPANY

Reference No's of Related Documents _____

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. Cascade Bank, referred to herein as "Subordinator," is the owner and holder of a mortgage/deed of trust dated March 12, 2002, which is recorded under Recording No. 200203180096, Records of Skagit County.
2. Whidbey Island Bank, referred to herein as "Lender" is the owner and holder of a mortgage/deed of trust not to exceed the amount of \$195000.00, dated 6/17/2005, executed by James E. Ross and Nancy J. Ross, (which is recorded in Volume n/a of Mortgages, Page n/a under Auditor's File No. ** Records of Skagit County) (which is to be recorded concurrently herewith). ** 200507130122
3. James E. Ross and Nancy J. Ross, referred to herein as "Owner," is the owner of all the real property described in the mortgage/deed of trust to be 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/deed of trust and all agreements in connection therewith, the Subordinator does hereby unconditionally subordinate the lien of his mortgage/deed of trust, identified in Paragraph 1 above to the lien of Lender's mortgage/deed of trust, identified in Paragraph 2 above, and all advances or charges made or accruing thereunder, including any extension or renewal thereof.
5. Subordinator acknowledges that, prior to the execution hereof, he has had the opportunity to examine the terms of Lender's mortgage/deed of trust, note and agreements relating thereto, consents to and approves same, and recognizes that Lender has no obligation to Subordinator to advance any funds under its mortgage/deed of trust or see to the application of Lender's mortgage funds, and any application or use of such funds to purpose other than those provided for in such mortgage/deed of trust, note or agreements shall not defeat the subordination herein made in whole or part.
6. It is understood by the parties hereto that Lender would not make the loan secured by the mortgage/deed of trust 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/deed of trust first above mentioned to the lien or charge of the mortgage/deed of trust in favor of Lender above referred to and shall supercede and cancel any prior agreements as to such, or any, subordination including, but not limited to, those provisions, if any, contained in the mortgage/deed of trust first above mentioned, which provide for the subordination of the lien or charge thereof to a mortgage/deed(s) of trust to be thereafter executed.

8. The heirs, administrators, assigns and successors in interest of the Subordinator shall be bound by this agreement. In all instances, gender and number of pronouns are considered to conform to the undersigned.

Executed this _____, 2005

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. IT IS RECOMMENDED THAT, PRIOR TO THE EXECUTION OF THIS SUBORDINATION AGREEMENT, THE PARTIES CONSULT WITH THEIR ATTORNEYS WITH RESPECT THERETO.

April Selanders
NAME **APRIL SELANDERS**
VICE PRESIDENT

James E. Ross
NAME

NAME

Nancy J. Ross
NAME

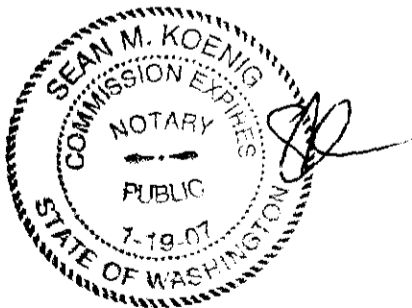
STATE OF Washington
COUNTY OF Snohomish

On this day before me, the undersigned Notary Public, personally appeared ^{APRIL SELANDERS} personally known to me or proved to me on the basis of satisfactory evidence to be the individual described in and who executed the Subordination Agreement and acknowledged that he or she signed the Subordination Agreement as his or her free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this 14th day of June, 2005.

By *[Signature]*

Notary Public in and for the State of Washington
Residing at Marysville WA
My appointment expires 1-19-07

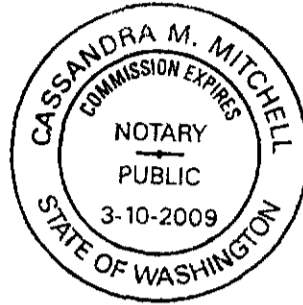


STATE OF WASHINGTON
COUNTY OF Skagit

I certify that I know or have satisfactory evidence that JAMES E. ROSS and NANCY J. ROSS the person(s) who appeared before me, and said person(s) acknowledged that they signed this instrument and acknowledged it to be their free and voluntary act for the uses and purposes therein mentioned in this instrument.

Dated: 6-24-05

Cassandra M. Mitchell
Cassandra M. Mitchell
Notary Public in and for the State of Washington
Residing at Mt. Vernon
My appointment expires: March 10, 2009



200507130123
Skagit County Auditor