



200604200015

Skagit County Auditor

4/20/2006 Page 1 of 5 9:13AM

RETURN DOCUMENT TO:

HORIZON BANK

2211 RIMLAND DR., #230

BELLINGHAM, WA 98226

Use dark black ink and print legibly. Documents not legible will be rejected per RCW 65.04.045 & 65.04.047

DOCUMENT TITLE(S):

UCC-2

AUDITOR FILE NUMBER & VOL. & PG. NUMBERS OF DOCUMENT(S) BEING ASSIGNED OR RELEASED:

Additional reference numbers can be found on page _____ of document.

GRANTOR(S)

C & G TIMBER, INC

Additional grantor(s) can be found on page _____ of document.

GRANTEE(S):

HORIZON BANK

2211 Rimland Dr., #230

Bellingham, WA 98226

Additional grantee(s) can be found on page _____ of document.

ABBREVIATED LEGAL DESCRIPTION: (Lot, block, plat name OR; qtr/qtr, section, township and range OR; unit, building and condo name.)

Ptn Gov. Lot 3, all Gov. Lot 4 & 7, 7-33-5 E. W.M.

Additional legal(s) can be found on page _____ of document.

ASSESSOR'S 16-DIGIT PARCEL NUMBER:

330507-0-006-0003 (P17978)

Additional numbers can be found on page _____

The Auditor/Recorder will rely on the information provided on this form. The responsibility for the accuracy of the indexing information is that of the document preparer.

UCC FINANCING STATEMENT

FOLLOW INSTRUCTIONS (front and back) CAREFULLY

A. NAME & PHONE OF CONTACT AT FILER [optional]
Nancy Shipman @ 360-255-2814

B. SEND ACKNOWLEDGMENT TO: (Name and Address)

**Horizon Bank
 CML % Nancy Shipman
 2211 Rimland Dr, Suite 230
 Bellingham, WA 98226**

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1. DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (1a or 1b) - do not abbreviate or combine names

1a. ORGANIZATION'S NAME
C & G Timber, Inc.

OR

1b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME SUFFIX

1c. MAILING ADDRESS CITY STATE POSTAL CODE COUNTRY
398 Shallow Shore Road Bellingham WA 98229

1d. SEE INSTRUCTIONS ADD'L INFO RE ORGANIZATION DEBTOR 1e. TYPE OF ORGANIZATION 1f. JURISDICTION OF ORGANIZATION 1g. ORGANIZATIONAL ID #, if any
SEE INSTRUCTIONS Corporation WA 601 457 999 NONE

2. ADDITIONAL DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (2a or 2b) - do not abbreviate or combine names

2a. ORGANIZATION'S NAME

OR

2b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME SUFFIX

2c. MAILING ADDRESS CITY STATE POSTAL CODE COUNTRY

2d. SEE INSTRUCTIONS ADD'L INFO RE ORGANIZATION DEBTOR 2e. TYPE OF ORGANIZATION 2f. JURISDICTION OF ORGANIZATION 2g. ORGANIZATIONAL ID #, if any
 NONE

3. SECURED PARTY'S NAME (or NAME of TOTAL ASSIGNEE or ASSIGNOR S/P) - insert only one secured party name (3a or 3b)

3a. ORGANIZATION'S NAME
Horizon Bank

OR

3b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME SUFFIX

3c. MAILING ADDRESS CITY STATE POSTAL CODE COUNTRY
2211 Rimland Dr. Suite #230 Bellingham WA 98226 USA

4. This FINANCING STATEMENT covers the following collateral:
All Timber; whether any of the foregoing is owned now or acquired later; all accessions, additions, replacements, and substitutions relating to any of the foregoing; all records of any kind relating to any of the foregoing; all proceeds relating to any of the foregoing (including insurance, general intangibles and accounts proceeds).

5. ALTERNATIVE DESIGNATION (if applicable): LESSEE/LESSOR CONSIGNEE/CONSIGNOR BAILEE/BORROWER RECEIPT DRIVER AG. LIEN NON-UCC FILING

6. This FINANCING STATEMENT is to be filed [for record] (or recorded) in the REAL ESTATE RECORDS. Attach Addendum [if applicable] 7. Check to REQUEST SEARCH [ADDITIONAL FEE]

8. OPTIONAL FILER REFERENCE DATA



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UCC FINANCING STATEMENT ADDENDUM

FOLLOW INSTRUCTIONS (front and back) CAREFULLY

9. NAME OF FIRST DEBTOR (1a or 1b) ON RELATED FINANCING STATEMENT

9a. ORGANIZATION'S NAME
C & G Timber, Inc.

OR

9b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME, SUFFIX

10. MISCELLANEOUS:

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

11. ADDITIONAL DEBTOR'S EXACT FULL LEGAL NAME - insert only one name (11a or 11b) - do not abbreviate or combine names

11a. ORGANIZATION'S NAME

OR

11b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME SUFFIX

11c. MAILING ADDRESS CITY STATE POSTAL CODE COUNTRY

11d. SEE INSTRUCTIONS ADD'L INFO RE ORGANIZATION DEBTOR 11e. TYPE OF ORGANIZATION 11f. JURISDICTION OF ORGANIZATION 11g. ORGANIZATIONAL ID #, if any

NONE

12. ADDITIONAL SECURED PARTY'S or ASSIGNOR S/P'S NAME - insert only one name (12a or 12b)

12a. ORGANIZATION'S NAME

OR

12b. INDIVIDUAL'S LAST NAME FIRST NAME MIDDLE NAME SUFFIX

12c. MAILING ADDRESS CITY STATE POSTAL CODE COUNTRY

13. This FINANCING STATEMENT covers timber to be cut or as-extracted collateral, or is filed as a fixture filing.

14. Description of real estate:
SEE EXHIBIT "A"

16. Additional collateral description:

15. Name and address of a RECORD OWNER of above-described real estate (if Debtor does not have a record interest):

17. Check only if applicable and check only one box.
 Debtor is a Trust or Trustee acting with respect to property held in trust or Decedent's Estate

18. Check only if applicable and
 Debtor is a TRANSMITTING
 Filed in connection with a M
 Filed in connection with a P



DESCRIPTION:

Government Lots 3, 4 and 7, all in Section 7, Township 33 North, Range 5 East, W.M., EXCEPT that portion of Government Lot 3, conveyed to Skagit County by Deed recorded March 24, 1954, under Auditor's File No. 513935, described as follows:

Beginning at the Northeast corner of said Government Lot 3; thence North 89°42'25" West on the section line, 33.23 feet; thence South 25°21'30" East, 74.05 feet to the East line of said Government Lot 3; thence North 1°25' East, 66.77 feet to the point of beginning, Section 7, Township 33 North, Range 5 East, W.M.

TOGETHER WITH a non-exclusive 60 foot right of way, being 30 feet on each side of the following described centerline:

Beginning at the Southeast corner of Lot 7, "REPLAT OF FIRST ADDITION, BIG LAKE WATER FRONT TRACTS, LOTS 122 TO 127," as per plat recorded in Volume 11 of Plats, page 3, records of Skagit County, Washington; thence Northwesterly along the Southwesterly right of way line of the West Big Lake Road, a distance of 10.90 feet to the true point of beginning; thence South 50°10'14" West, a distance of 12.78 feet, more or less, to the South line of said Lot 7; thence continuing South 50°10'14" West, a distance of 26.81 feet; thence South 24°40'14" West, a distance of 48.91 feet; thence South 00°55'14" West, a distance of 47.80 feet; thence South 14°19'46" East, a distance of 53.82 feet; thence South 31°34'46" East, a distance of 57.62 feet; thence South 40°49'46" East, a distance of 89.49 feet; thence South 29°04'46" East, a distance of 86.39 feet; thence South 40°49'46" East, a distance of 77.77 feet; thence South 53°04'46" East, a distance of 168.06 feet; thence South 58°04'46" East, a distance of 165.76 feet; thence South 46°19'46" East, a distance of 358.47 feet; thence South 49°34'46" East, a distance of 136.59 feet; thence South 45°34'46" East, a distance of 127.27 feet; thence South 36°04'46" East, a distance of 98.71 feet; thence South 20°25'14" West, a distance of 75.16 feet; thence North 82°34'46" West, a distance of 65.34 feet; thence North 51°04'46" West, a distance of 97.01 feet; thence North 63°34'46" West, a distance of 126.97 feet; thence North 67°34'46" West, a distance of 87.39 feet; thence North 75°04'46" West, a distance of 131.28 feet; thence South 78°55'14" West, a distance of 91.70 feet; thence North 58°04'46" West, a distance of 117.85 feet; thence North 74°34'46" West, a distance of 61.63 feet; thence South 87°55'14" West, a distance of 108.23 feet; thence North 70°34'46" West, a distance of 160.85 feet;



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DESCRIPTION CONTINUED:

thence North 67°34'46" West, a distance of 154.93 feet;
thence North 56°34'46" West, a distance of 44.90 feet;
thence North 45°34'46" West, a distance of 94.80 feet;
thence North 67°04'46" West, a distance of 79.37 feet;
thence North 88°34'46" West, a distance of 42.39 feet;
thence South 89°25'14" West, a distance of 61.63 feet;
thence South 87°55'14" West, a distance of 63.64 feet;
thence South 81°55'14" West, a distance of 128.28 feet;
thence South 89°25'14" West, a distance of 43.16 feet, more or less, to the West line of the Northeast ¼
of the Southwest ¼ of said Section 7.

Situate in the County of Skagit, State of Washington.



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