

After Recording Return To:
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Attorney at Law
P.O. Box 68
Kent, WA 98035



200612010087

Skagit County Auditor

12/1/2006 Page 1 of 4 11:36AM

LAND TITLE OF SKAGIT COUNTY
123209-P

MEMORANDUM OF LEASE

Grantor: (1) TERRY E. BRAZAS
(2) WENDY A. BRAZAS
Grantee: (1) T. & W. BRAZAS INC.
Abbreviated Legal: Ptn Gov. Lot 11, 7-34-3 E. W.M.
Tax Parcel No.: 340307-0-020-0105 (Property I.D. No. P21183); 340307-0-020-0204 (Property I.D. No. P21184)

SKAGIT COUNTY WASHINGTON
REAL ESTATE EXCISE TAX

DEC 01 2006

Amount Paid \$
Skagit Co. Treasurer
By Deputy

THIS INDENTURE made and entered into this 29th day of November, 2006, by and between TERRY E. BRAZAS and WENDY A. BRAZAS, husband and wife, hereinafter called "Lessor" (whether one or more) and T. & W. BRAZAS INC., a Washington corporation, hereinafter called "Lessee".

WITNESSETH

That for the term and upon the terms and conditions set forth in the Lease Agreement dated October 27, 2006 (including any amendments or addendums thereto), and which commenced on November 1, 2006, from the Lessor to Lessee, the Lessor has leased, demised and let, and does hereby lease, demise and let unto Lessee their interest in the following described real property:

SEE EXHIBIT "A" ATTACHED HERETO AND BY THIS REFERENCE INCORPORATED HEREIN.

The lease is for a term of twenty one (21) years commencing on November 1, 2006 and terminating on October 31, 2027.

In witness thereof, the parties hereto have caused their respective names to be hereto subscribed as of the day and year first above written.

TERRY E. BRAZAS and WENDY A. BRAZAS
Husband and Wife

By: *Terry Brazas*
Terry E. Brazas

By: *Wendy Brazas*
Wendy A. Brazas

T. & W. BRAZAS INC., a Washington
corporation

By: *Terry Brazas*
Terry E. Brazas, President

By: *Wendy Brazas*
Wendy A. Brazas, Secretary

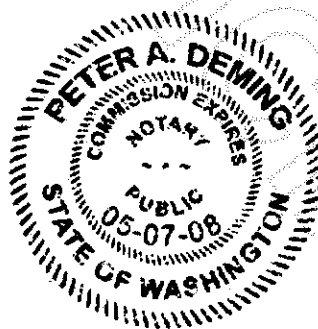
[NOTARY ACKNOWLEDGMENTS ON NEXT PAGE]



STATE OF WASHINGTON)
) ss.
COUNTY OF SKAGIT)

I certify that I know or have satisfactory evidence that TERRY E. BRAZAS and WENDY A. BRAZAS signed this instrument and acknowledged it to be their free and voluntary act for the uses and purposes mentioned in this instrument.

DATED this 29th day of November, 2006.

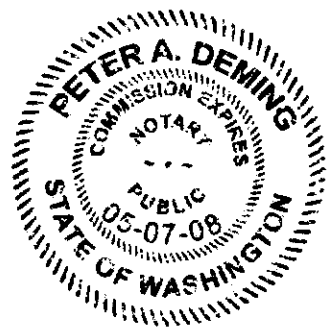


Peter A. Deming
NOTARY PUBLIC in and for the State of
Washington, residing at Kent.
My Commission expires: May 7, 2008

STATE OF WASHINGTON)
) ss.
COUNTY OF SKAGIT)

I certify that I know or have satisfactory evidence that TERRY E. BRAZAS and WENDY A. BRAZAS signed this instrument and acknowledged it as the PRESIDENT and SECRETARY of T. & W. BRAZAS INC., a Washington corporation, to be the free and voluntary act of such entity for the uses and purposes mentioned in this instrument.

DATED this 29th day of November, 2006.



Peter A. Deming
NOTARY PUBLIC in and for the State of
Washington, residing at Kent.
My commission expires: May 7, 2008



EXHIBIT "A"
LEGAL DESCRIPTION

PARCEL "A":

THE EAST 400 FEET OF GOVERNMENT LOT 11 IN SECTION 7, TOWNSHIP 34 NORTH, RANGE 3 EAST, W.M.;

EXCEPT THAT PORTION THEREOF LYING NORTH OF THE SOUTH RIGHT OF WAY LINE OF STATE HIGHWAY NO. 536, AS CONVEYED TO THE STATE OF WASHINGTON BY DEED DATED AUGUST 2, 1938, AND RECORDED NOVEMBER 5, 1938, IN VOLUME 175 OF DEEDS, PAGE 568, UNDER AUDITOR'S FILE NO. 307273, RECORDS OF SKAGIT COUNTY, WASHINGTON;

AND EXCEPT LACONNER-WHITNEY ROAD;

AND ALSO EXCEPT THAT PORTION THEREOF CONDEMNED BY THE STATE OF WASHINGTON FOR HIGHWAY NO. 536 BY DECREE OF APPROPRIATION IN SKAGIT COUNTY SUPERIOR COURT CAUSE NO. 31675.

SITUATE IN THE COUNTY OF SKAGIT, STATE OF WASHINGTON.

PARCEL "B":

THE WEST 250 FEET OF THE EAST 650 FEET OF THAT PORTION OF GOVERNMENT LOT 11 IN SECTION 7, TOWNSHIP 34 NORTH, RANGE 3 EAST, W.M., LYING SOUTHERLY OF THAT PARCEL CONDEMNED BY THE STATE OF WASHINGTON FOR STATE HIGHWAY NO. 536 BY DECREE OF APPROPRIATION IN SKAGIT COUNTY SUPERIOR COURT CAUSE NO. 31675.

SITUATE IN THE COUNTY OF SKAGIT, STATE OF WASHINGTON.

