

**RETURN ADDRESS:**  
PEOPLES BANK  
MOUNT VERNON OFFICE  
1801 RIVERSIDE DRIVE  
MOUNT VERNON, WA  
98273



200802010060  
Skagit County Auditor

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LAND TITLE OF SKAGIT COUNTY

122576-SA

**MODIFICATION OF DEED OF TRUST**

Reference # (if applicable) 200609080084

Additional on page \_\_\_\_\_

Grantor(s):

1. ANACO WEST CORP.

Grantee(s)

1. PEOPLES BANK

Legal Description: LOT 6, CASTILLEJA BLUFF

Additional on page 2

Assessor's Tax Parcel ID#: ~~1801273000000000~~  
4878-000-006-0000/P123800

**THIS MODIFICATION OF DEED OF TRUST** dated January 30, 2008, is made and executed between ANACO WEST CORPORATION, INC., A WASHINGTON CORPORATION, WHICH ALSO APPEARS OF RECORD AS ANACO WEST CORP., A WASHINGTON CORPORATION, whose address is 4401 ANACO BEACH PL, ANACORTES, WA 98221-9703 ("Grantor") and PEOPLES BANK, whose address is MOUNT VERNON OFFICE, 1801 RIVERSIDE DRIVE, MOUNT VERNON, WA 98273 ("Lender").

MODIFICATION OF DEED OF TRUST

Loan No: 5032268-202

(Continued)

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated September 7, 2006 (the "Deed of Trust") which has been recorded in SKAGIT County, State of Washington, as follows:

RECORDED SEPTEMBER 8, 2006 UNDER RECORDING NUMBER 200609080084 IN RECORDS OF SKAGIT COUNTY, WASHINGTON.

REAL PROPERTY DESCRIPTION. The Deed of Trust covers the following described real property located in SKAGIT County, State of Washington:

LOT 6, "PLAT OF CASTILLEJA BLUFF", RECORDED DECEMBER 9, 2005, UNDER AUDITOR'S FILE NO. 200512090181, RECORDS OF SKAGIT COUNTY, WASHINGTON. SITUATE IN THE COUNTY OF SKAGIT, STATE OF WASHINGTON

The Real Property or its address is commonly known as 4018 CORALROOT PLACE, ANACORTES, WA 98221. The Real Property tax identification number is 350127-4-001-0008.

MODIFICATION. Lender and Grantor hereby modify the Deed of Trust as follows: THIS MODIFICATION OF DEED OF TRUST DATED SEPTEMBER 7, 2006 WITH THE FOLLOWING AMENDMENTS:

THE WORD "NOTE" MEANS THE PROMISSORY NOTE DATED JANUARY 30, 2008 FROM GRANTOR TO LENDER, TOGETHER WITH ALL RENEWALS OF, EXTENSIONS OF, MODIFICATIONS OF, REFINANCINGS OF, CONSOLIDATIONS OF, AND SUBSTITUTIONS FOR THE NOTE OR AGREEMENT. THE PRINCIPAL AMOUNT IS \$910,000.00 WHICH INCLUDES A NEW ADVANCE OF \$235,000.00.

CONTINUING VALIDITY. Except as expressly modified above, the terms of the original Deed of Trust shall remain unchanged and in full force and effect. Consent by Lender to this Modification does not waive Lender's right to require strict performance of the Deed of Trust as changed above nor obligate Lender to make any future modifications. Nothing in this Modification shall constitute a satisfaction of the promissory note or other credit agreement secured by the Deed of Trust (the "Note"). It is the intention of Lender to retain as liable all parties to the Deed of Trust and all parties, makers and endorses to the Note, including accommodation parties, unless a party is expressly released by Lender in writing. Any maker or endorser, including accommodation makers, shall not be released by virtue of this Modification. If any person who signed the original Deed of Trust does not sign this Modification, then all persons signing below acknowledge that this Modification is given conditionally, based on the representation to Lender that the non-signing person consents to the changes and provisions of this Modification or otherwise will not be released by it. This waiver applies not only to any initial extension or modification, but also to all such subsequent actions. GRANTOR AGREES TO ITS TERMS. THIS MODIFICATION OF DEED OF TRUST IS DATED JANUARY 30, 2008.

GRANTOR:

ANACO WEST CORP.  
BY: *[Signature]*  
WILLIAM H. TURNER III, President of ANACO WEST CORP.

LENDER:

PEOPLES BANK

*[Signature]*  
Authorized Officer

CORPORATE ACKNOWLEDGMENT



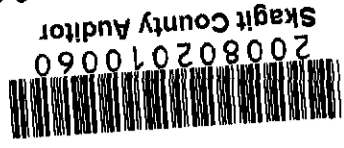
STATE OF Washington

COUNTY OF Skagit

On this 31st day of January, 2008, before me, the undersigned Notary Public, personally appeared WILLIAM H. TURNER III, President of ANACO WEST CORP., and personally known to me or proved to me on the basis of satisfactory evidence to be an authorized agent of the corporation, that executed the Modification of Deed of Trust and acknowledged the Modification to be the free and voluntary act and deed of the corporation, by authority of its Bylaws or by resolution of its board of directors, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this Modification and in fact executed the Modification on behalf of the corporation.

By *[Signature]*  
Notary Public in and for the State of WA

Residing at *Mount Vernon*  
My commission expires *2-21-10*



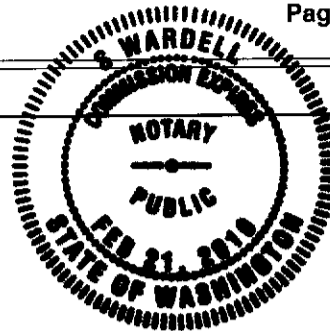
MODIFICATION OF DEED OF TRUST  
(Continued)

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LENDER ACKNOWLEDGMENT

STATE OF Washington )  
 ) SS  
COUNTY OF Skagit )



On this 31<sup>st</sup> day of January, 2008, before me, the undersigned Notary Public, personally appeared James M Vander Mey and personally known to me or proved to me on the basis of satisfactory evidence to be the Senior Vice President, authorized agent for the Lender that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of the said Lender, duly authorized by the Lender through its board of directors or otherwise, for the uses and purposes therein mentioned, and on oath stated that he or she is authorized to execute this said instrument and that the seal affixed is the corporate seal of said Lender.

By S. Wardell Residing at Mount Vernon  
Notary Public in and for the State of WA My commission expires 2-21-10

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