

RETURN ADDRESS:

Peoples Bank
Loan Services Department
P.O. Box 233
Lynden, WA 98264

LAND TITLE OF SKAGIT COUNTY

130465-2

MODIFICATION OF DEED OF TRUST

Reference # (if applicable): 20070608b157

Additional on page _____

Grantor(s):
1. KORVIN, WILLIAM
2. LUNSFORD-KORVIN, ROBYN

Grantee(s)
1. PEOPLES BANK

Legal Description: Tr. 74, Unrec'd Survey Colony Mtn

Additional on page _____

Assessor's Tax Parcel ID#: 360323-005-0304 P48106 & 360326-2-001-0406 P48309

THIS MODIFICATION OF DEED OF TRUST dated July 9, 2008, is made and executed between WILLIAM KORVIN and ROBYN LUNSFORD-KORVIN, HUSBAND AND WIFE, WHOSE ADDRESS IS 16120 TOAD LANE, BOW, WA 98232 ("Grantor") and PEOPLES BANK, whose address is ANACORTES OFFICE, PHONE: (360) 588-0153, 911 11th STREET, ANACORTES, WA 98221 ("Lender").

Skagit County Auditor
200807140273



UNRECORDED

**MODIFICATION OF DEED OF TRUST
(Continued)**

Loan No: 5037409-102

Page 2

DEED OF TRUST. Lender and Grantor have entered into a Deed of Trust dated June 6, 2007 (the "Deed of Trust") which has been recorded in SKAGIT County, State of Washington, as follows:

A DEED OF TRUST DATED JUNE 06, 2007 AND RECORDED JUNE 08, 2007 UNDER AUDITOR'S FILE NO. 200706080157 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:

A tract of land in Sections 23 and 26, Township 36 North, Range 3 East, W.M., described as follows:

Beginning at a point 115.13 feet South and 929.27 feet East of the Northwest corner of said Section 26; thence North 28 degrees 48'00" West a distance of 294.52 feet to a curve to the right having a radius of 5,170.00 feet, the center of which curve bears North 61 degrees 12'00" East; thence Northwesterly along said curve to the right, through a central angle of 01 degrees 05'47", an arc distance of 98.93 feet; thence North 64 degrees 14'00" East a distance of 577.81 feet; thence South 17 degrees 55'00" East a distance of 383.00 feet; thence South 62 degrees 42'00" West a distance of 505.81 feet to the point of beginning. The basis of bearings of this description is the Westerly line of the Northwest 1/4 of said Section 26, which bears North 00 degrees 13'11" East.

(Also known as Tract 74 of the unrecorded survey of Colony Mountain.)

Situate in the County of Skagit, State of Washington.

The Real Property or its address is commonly known as 16120 TOAD LANE, BOW, WA 98232. The Real Property tax identification number is 360323-005-0304 P48106 & 360326-2-001-0406 P48309.

MODIFICATION. Lender and Grantor hereby modify the Deed of Trust as follows:

THE WORD "NOTE" MEANS THE PROMISSORY NOTE DATE JULY 09, 2008 FROM GRANTOR TO LENDER, TOGETHER WITH ALL RENEWALS OF, EXTENSIONS OF, MODIFICATIONS OF, REFINANCING OF, CONSOLIDATIONS OF, AND SUBSTITUTIONS FOR THE PROMISSORY NOTE OR AGREEMENT

INCREASE THE PRINCIPAL AMOUNT FROM \$339,000.00 TO \$354,000.00.

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 endorsers 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 ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS MODIFICATION OF DEED OF TRUST AND GRANTOR AGREES TO ITS TERMS. THIS MODIFICATION OF DEED OF TRUST IS DATED JULY 9, 2008.

GRANTOR:

x William Korvin
WILLIAM KORVIN

x Robyn Lunsford-Korvin
ROBYN LUNSFORD-KORVIN

LENDER:

PEOPLES BANK

x Mark Roy D.
Authorized Officer



200807140273
Skagit County Auditor

MODIFICATION OF DEED OF TRUST

Loan No: 5037409-102

(Continued)

INDIVIDUAL ACKNOWLEDGMENT

On this day before me, the undersigned Notary Public, personally appeared **WILLIAM KORVIN and ROBYN LUNSFORD-KORVIN**, personally known to me or proved to me on the basis of satisfactory evidence to be the individuals described in and who executed the Modification of Deed of Trust, and acknowledged that they signed the Modification as their free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal this

By Michael M. Hooten Cook
Notary Public in and for the State of WA
Residing at _____
Commission expires 8-29-11

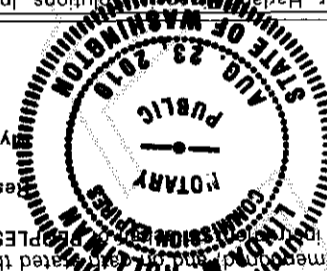


STATE OF Washington
COUNTY OF Skagit
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LENDER ACKNOWLEDGMENT

On this July 9th day of July, 2008, before me, the undersigned Notary Public, personally appeared Michael M. Hooten Cook and personally known to me or proved to me on the basis of satisfactory evidence to be the Vice President authorized agent for **PEOPLES BANK**, that executed the within and foregoing instrument and acknowledged said instrument to be the free and voluntary act and deed of **PEOPLES BANK**, duly authorized, and that he or she is authorized to execute this said instrument and in fact executed this said instrument for the uses and purposes therein mentioned.

By Michael M. Hooten Cook
Notary Public in and for the State of WA
Residing at _____
Commission expires 8/23/10



STATE OF Washington
COUNTY OF Skagit
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