

2. CONVEYANCE. For good and valuable consideration, the receipt and sufficiency of which is acknowledged, and to secure the Secured Debt (defined below) and Grantor's performance under this Security Instrument, Grantor irrevocably grants, conveys and sells to Trustee, in trust for the benefit of Lender, with power of sale, the following described property:

The real estate mortgage herein is described in Exhibit "A" which is attached hereto and hereby incorporated herein by reference.

The property is located in SKAGIT (County) at 34011 S Shore Dr (Address) MOUNT VERNON (City), Washington 98274 (ZIP Code)

Together with all rights, easements, appurtenances, royalties, mineral rights, oil and gas rights, all water and riparian rights, ditches, and water stock and all existing and future improvements, structures, fixtures, and replacements that may now, or at any time in the future, be part of the real estate described above (all referred to as "Property").

3. MAXIMUM OBLIGATION LIMIT. The total principal amount secured by this Security Instrument at any one time shall not exceed \$ 222,000.00. This limitation of amount does not include interest and other fees and charges validly made pursuant to this Security Instrument. Also, this limitation does not apply to advances made under the terms of this Security Instrument to protect Lender's security and to perform any of the covenants contained in this Security Instrument.
4. SECURED DEBT AND FUTURE ADVANCES. The term "Secured Debt" is defined as follows:
A. Debt incurred under the terms of all promissory note(s), contract(s), guaranty(ies) or other evidence of debt described below and all their extensions, renewals, modifications or substitutions. (You must specifically identify the debt(s) secured and you should include the final maturity date of such debt(s).)

Borrower's Name(s): JAMES HALL AND RUTH HALL

Note Date: 10/07/2008 Maturity Date: 10/06/2033

Principal/Maximum 222,000.00
Line Amount:

- B. All future advances from Lender to Grantor or other future obligations of Grantor to Lender under any promissory note, contract, guaranty, or other evidence of debt executed by Grantor in favor of Lender after this Security Instrument whether or not this Security Instrument is specifically referenced. If more than one person signs this Security Instrument, each Grantor agrees that this Security Instrument will secure all future advances and future obligations that are given to or incurred by any one or more Grantor, or any one or more Grantor and others. All future advances and other future obligations are secured by this Security Instrument even though all or part may not yet be advanced. All future advances and other future obligations are secured as if made on the date of this Security Instrument. Nothing in this Security Instrument shall constitute a commitment to make additional or future loans or advances in any amount. Any such commitment must be agreed to in a separate writing.
- C. All other obligations Grantor owes to Lender, which may later arise, to the extent not prohibited by law, including, but not limited to, liabilities for overdrafts relating to any deposit account agreement between Grantor and Lender.
- D. All additional sums advanced and expenses incurred by Lender for insuring, preserving or otherwise protecting the Property and its value and any other sums advanced and expenses incurred by Lender under the terms of this Security Instrument.



In the event that Lender fails to provide any required notice of the right of rescission, Lender waives any subsequent security interest in the Grantor's principal dwelling that is created by this Security Instrument.

5. MASTER FORM. By the delivery and execution of this Security Instrument, Grantor agrees that all provisions and sections of the Deed Of Trust master form (Master Form), inclusive, dated 01/19/2007 8:10 am and recorded as Recording Number N/A or Instrument Number 200701190037 in Book N/A at Page(s) N/A in the SKAGIT County, Washington, County Recorder's office are hereby incorporated into, and shall govern, this Security Instrument. This Security Instrument will be offered for record in the same county in which the Master Form was recorded.

6. SIGNATURES: By signing below, Grantor agrees to the terms and covenants contained in this Security Instrument and in any attachments. Grantor also acknowledges receipt of a copy of this Security Instrument on the date stated on page 1 and a copy of the provisions contained in the previously recorded Master Form.

James L. Hall 10/7/2008 (Signature) JAMES L. HALL (Date) *Ruth Hall* 10/7/08 (Signature) RUTH HALL (Date)

ACKNOWLEDGMENT:

STATE OF _____ COUNTY OF _____ } ss.
(Individual) I certify that I know or have satisfactory evidence that JAMES HALL AND RUTH HALL is/are the individual(s) who appeared before me, and said individual(s) acknowledged that she/he/they signed this instrument and acknowledged it to be a free and voluntary act for the uses and purposes mentioned in the instrument.

Dated: _____ (Seal) Notary Public in and for the State of Washington, Residing At: _____

My notary appointment expires: _____

This instrument was prepared by First American 1100 Superior Avenue Suite 210 Cleveland, OH 44114



200810310067 Skagit County Auditor

ALL-PURPOSE ACKNOWLEDGEMENT

STATE OF WA

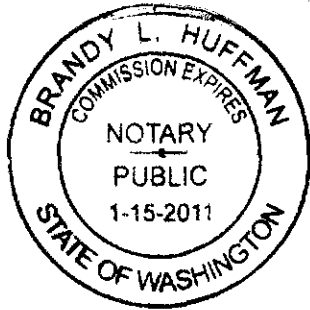
ACCOUNT # ~~XXXXXXXXXX~~

COUNTY OF SKAGIT

On 10/07/2008 before me, BRANDY L HUFFMAN, a Notary Public,
(DATE)

personally appeared, ^{Hall J} JAMES AND RUTH HALL, ^{Husband and wife}
(SIGNERS)

___ personally known to me OR proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of the which the person(s) acted, executed the instrument.



WITNESS my hand and official seal.

Brandy L Huffman

NOTARY SIGNATURE

Brandy L Huffman

My Commission Expires: 1/15/2011

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200810310067

Skagit County Auditor

EXHIBIT A

LOT 98, BLOCK 1, "LAKE CAVANAUGH SUBDIVISION, DIVISION 2",
ACCORDING TO PLAT RECORDED IN VOLUME 5 OF PLATS, PAGES 49 TO
54 INCLUSIVE, RECORDS OF SKAGIT COUNTY, WASHINGTON.

SITUATED IN THE COUNTY OF SKAGIT AND STATE OF WASHINGTON.

ABBRV LEGAL

LOT 98 BLK 1 LAKE CAVANAUGH SUBD DIV 2 VOL 5 PGS 49-54

Permanent Parcel Number: P66577
JAMES L. HALL AND RUTH J. HALL, HUSBAND AND WIFE

34011 SOUTH SHORE DRIVE, MOUNT VERNON WA 98274
Loan Reference Number : 20082461650510
First American Order No: 38659535
Identifier: FIRST AMERICAN LENDERS ADVANTAGE



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6601 10/24/2008 75239935/1

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200810310067
Skagit County Auditor
10/31/2008 Page 5 of 5 11:29AM