

LAND TITLE OF SKAGIT COUNTY This Space Provided for Recorder's Use
//// 7/- 56
WHEN RECORDED MAIL TO:

Owens Mortgage Investment Fund Loan No.: 51095C P.O. Box 2400 Walnut Creek, CA 94595

DEED OF TRUST AND ASSIGNMENT OF RENTS

Grantor(s): CLEAR VALLEY ENVIRONMENTAL FARM, LLC, a Washington limited liability company; and CLEAR VALLEY ENVIRONMENTAL FARM II, INC., a Washington corporation Grantee(s): OWENS FINANCIAL GROUP, INC., a California Corporation, Beneficiary Land Title Company of Skagit County, Trustee

Legal Description: Ptn Sec. 10, 11, 14 & 15 in 34-4 E.W.M.

Assessor's Property Tax Parcel or Account No.: APN's: P109225; P109241; P24443; P24483; P24490; P24491; P24494; P24497; P24498; P24512; P24530; P24531; P24532; P24533; P24536; P24695; P24696; P24697; P24731; P24743; P24801; P24805; P24806; P24890; P24891; P24892; P24804

THIS DEED OF TRUST AND ASSIGNMENT OF RENTS ("DEED OF TRUST") is dated June 5, 2009, among CLEAR VALLEY ENVIRONMENTAL FARM, LLC, a Washington limited liability company; and CLEAR VALLEY ENVIRONMENTAL FARM II, INC., a Washington corporation, whose address is c/o Jerome Ryan, P.O. Box 2281, Sebastopol, CA 95473 (referred to below as "Grantor"); OWENS FINANCIAL GROUP, INC., a California Corporation, whose address is P.O. Box 2400, Walnut Creek, CA 94595, (referred to below as "Beneficiary"); and Land Title Company of Skagit County, whose address is TRUST AND TRUST OF TRUST OF

THIS DEED OF TRUST IS INTENDED ALSO AS A FIXTURE FILING AND IS TO BE INDEXED NOT ONLY AS A DEED OF TRUST BUT ALSO AS A FIXTURE FILING.

SEE EXHIBIT "A" ATTACHED FOR LEGAL DESCRIPTION
SEE EXHIBIT "B" ATTACHED FOR RELEASE PROVISIONS

WITNESSETH: That Grantor irrevocably GRANTS, TRANSFERS AND ASSIGNS TO THE TRUSTEE IN TRUST, WITH POWER OF SALE, all that real property located in the County of Skagit, State of Washington and described as follows: SEE EXHIBIT "A" ATTACHED FOR LEGAL DESCRIPTION

TOGETHER WITH:

- (a) All rights-of-way, easements, tenements, hereditaments, and appurtenances, royalties, mineral, oil and gas rights and profits, water, water rights (whether riparian, appropriative or otherwise, and whether or not appurtenant), sewer and sewer connection rights, pumps and pumping plants and water stock of Grantor belonging to or in any way appertaining to the Premises, and all estate and rights of Grantor in and to the Premises and the reversion and reversions, remainder and remainders thereof and thereto;
- (b) All right, title and interest of Grantor, now owned or hereafter acquired, in and to any land lying in the bed of any street, road or avenue, open or proposed, in front of or adjoining the Premises:
- (c) All right, title and interest of Grantor, now owned or hereafter acquired, in and to any and all sidewalks and alleys, and all strips and gores of land, adjacent to or used in connection with the Premises:
- (d) All buildings, structures and improvements now or at any time hereafter erected, constructed, or situated upon the Premises or any part thereof; and all apparatus, fixtures, equipment, furniture, furnishings, construction materials and all other articles of personal property in which Grantor now has, or at any time hereafter acquires, an interest and which now are, or at any time hereafter are, attached to or situated in, on or about the Premises or used in connection with or in the operation of the premises, including, but not limited to, all heating, cooling, air conditioning, electricity, gas, water, air and light, filtration and plumbing equipment, light fixtures, elevators and elevator equipment, all hot water heaters and water softeners, all floor coverings, all stoves, ovens, refrigerators, freezers, all wells, pumps, pipes, motors, engines and pumping apparatus and equipment fire prevention and extinguishing apparatus, security and access control apparatus, awnings, storm windows, storm doors, screens, blinds, shades, paneling, attached floor coverings, antennas, trees and plants, and all renewals, replacements and substitutions thereof and additions thereto and proceeds thereof which specifically-described property Grantor represents are and shall be and are intended to be a part of the real property;
- (e) All of Grantor's accounts, accounts receivable, contract rights, inventory, chattel paper and general intangibles relating to the construction, use, operation or occupancy of the Premises and which are now owned or are hereafter owned or acquired by Grantor and/or in which Grantor now has, or at any time hereafter acquires, an interest in, and all renewals, replacements and substitutions thereof and additions thereto and all proceeds thereof;
- (f) All of the Grantor's interest in and to any and all present and future leases and rental agreements, subleases, licenses and tenancies of any portion of the Premises or of any space in any building erected upon the Premises, and the income, receipts, rents, issues and profits of the Premises or arising from the use of enjoyment of all or any portion thereof and of any improvements now or hereafter situated on the Premises; and all security deposits arising from the use or enjoyment of all or any portion of the Premises, and all utility deposits made to

200907310107 Skagit County Auditor

40 3:01PM

7/31/2009 Page 2 of

procure and maintain utility services to the Premises or any portion thereof. The foregoing assignment is recorded in accordance with RCW 65.08.070 and the lien created by this assignment is intended to be specific, perfected, and choate upon the recording of this Deed of Trust;

- (g) Any and all awards, payments or other amounts including interest thereon, for the taking by eminent domain or by any proceeding or purchase in lieu thereof of the whole or any part of the Premises or of any improvements now or hereafter situated thereon or any estate or easement therein, and all proceeds of insurance paid on account of partial or total destruction of improvements on the Premises, all of which awards and proceeds are hereby assigned to Beneficiary, which is hereby authorized to collect and receive such awards and proceeds and to give proper receipts and acquittances therefore.
- (h) Any licenses, contracts, permits and agreements and related rights and benefits associated with the development and use of the Premises including, but not limited to, construction contracts, rights to plans and specifications for construction, governmental permits, engineering studies and reports, and utility service contracts relating to the construction of improvements on the Premises, or occupancy or use of the Premises; and any licenses, contracts, permits and agreements now or hereafter required or used in connection with the ownership, operation and maintenance of the Premises, and the right to use any trade name, trademark or service mark now or hereafter associated with the operation of any business of Grantor conducted on the Premises and any grazing or range rights related to or pertaining to the Premises and all proceeds from any of the foregoing.
- (i) All of Grantor's interest presently owned or hereafter acquired in personal property associated with the development and use of the Premises, including, but not limited to, goods, including building materials located on or off the Premises, inventory, accounts, instruments, documents, intangibles, chattel paper, general intangibles, contract rights, and all items listed above to the extent such items are deemed to be personal property under the **Washington** Uniform Commercial Code, and in the proceeds and products of any of the foregoing.
 - (i) All right, title and interest of Grantor in and to:
- (i) all unearned premiums accrued, accruing, or to accrue under any and all insurance policies now or hereafter obtained by Grantor pursuant to the provisions hereof; and
 - (ii) all credits and reimbursements due Grantor from any governmental agency
- (k) Any proceeds derived from the sale, transfer, hypothecation, disposition, assignment, lease, or loss of any of the foregoing, to have and to hold unto Trustee, its successors and assigns forever.

All of the real and personal property, rights, privileges and interests described in the foregoing and hereby granted, conveyed and assigned are hereinafter collectively referred to as the "Property".



FOR THE PURPOSE OF SECURING: 1. Performance of each agreement of Grantor herein contained. 2. Payment of the indebtedness evidenced by one exit fee term note of even date herewith in the Principal sum of \$24,013.00 (Twenty Four Thousand Thirteen and 00/100 Dollars)

payable to Beneficiary or order ("Note"). 3. Payment of additional sums and interest thereon which may hereafter be loaned to Grantor, or his successors or assigns, when evidenced by a promissory note or notes reciting that they are secured by this Deed of Trust. Such additional loans shall be secured hereby only if made to the owner of record of said property at a time when he is such owner of record.

A. To protect the security of this Deed of Trust, Grantor agrees:

- 1. To Keep said property in good condition and repair; not to remove or demolish any building thereon; to complete or restore promptly and in good and workmanlike manner any building which may be constructed, damaged or destroyed thereon and to pay when due all claims for labor performed and materials furnished therefore; to comply with all laws affecting said property or requiring any alterations or improvements to be made thereon; not to commit or permit waste thereof; not to commit, suffer or permit any act upon said property in violation of law; to cultivate, irrigate, fertilize, fumigate, prune and do all other acts which from the character or use of said property may be reasonably necessary, the specific enumerations herein not excluding the general.
- 2. To provide, maintain and deliver to Beneficiary fire insurance satisfactory to and with loss payable to Beneficiary. The amount collected under any fire or other insurance policy may be applied by Beneficiary upon any indebtedness secured hereby and in such order as Beneficiary may determine, or at option of Beneficiary the entire amount so collected or any part thereof may be released to Grantor. Such application or release shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.
- 3. To appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary, or Trustee; and to pay all costs and expenses, including cost of evidence of title and attorney's fees in a reasonable sum, in any such action or proceeding in which Beneficiary or Trustee may appear.
- 4. To pay at least ten days before delinquency all taxes and assessments affecting said property, including assessments on appurtenant water stock; when due, all encumbrances, charges and liens, with interest, on said property or any part thereof, which appear to be prior or superior hereto; all costs, fees and expenses of this Trust.
- 5. To pay immediately and without demand all sums expended by Beneficiary or Trustee pursuant to the provisions hereof, with interest from date of expenditure at the same interest rate as set forth in the promissory note(s) secured by this Deed of Trust.
- 6. Should Grantor fail to make any payment or to do any act as herein provided, then. Beneficiary or Trustee, but without obligation so to do and without notice to or demand upon Grantor and without releasing Grantor from any obligation hereof, may: make or do the same in such manner and to such extent as either may deem necessary to protect the security hereof, Beneficiary or Trustee being authorized to enter upon said property for such purposes; appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary or Trustee; pay, purchase, contest or compromise any encumbrance,

200907310107 Skagit County Auditor

7/31/2009 Page

_{4 of} 40 3:01PM

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- 4. To pay at least ten days before delinquency all taxes and assessments affecting said property, including assessments on appurtenant water stock; when due, all encumbrances, charges and liens, with interest, on said property or any part thereof, which appear to be prior or superior hereto; all costs, fees and expenses of this Trust.
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- 3. To appear in and defend any action or proceeding purporting to affect the security hereof or the rights or powers of Beneficiary, or Trustee; and to pay all costs and expenses, including cost of evidence of title and attorney's fees in a reasonable sum, in any such action or proceeding in which Beneficiary or Trustee may appear.
- 4. To pay at least ten days before delinquency all taxes and assessments affecting said property, including assessments on appurtenant water stock; when due, all encumbrances, charges and liens, with interest, on said property or any part thereof, which appear to be prior or superior hereto; all costs, fees and expenses of this Trust.
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7/31/2009 Page

charge or lien which in the judgment of either appears to be prior or superior hereto; and, in exercising any such powers, pay necessary expenses, employ counsel and pay his reasonable fees

B. It is mutually agreed that:

- 1. Any award of damages in connection with any condemnation for public use of or injury to said property or any part thereof is hereby assigned and shall be paid to Beneficiary, who may apply or release such moneys received by him in the same manner and with the same effect as above provided for disposition of proceeds of fire or other insurance.
- 2. By accepting payment of any sum secured hereby after its due date, Beneficiary does not waive his right either to require prompt payment when due of all other sums so secured or to declare default for failure so to pay.
- 3. At any time or from time to time, without liability therefore and without notice, upon written request of Beneficiary and presentation of this Deed and said note for endorsement, and without affecting the personal liability of any person for payment of the indebtedness secured hereby, Trustee may: reconvey all or any part of said property; consent to the making of any map or plat thereof; join in granting any easement thereon; or join in any extension agreement or any agreement subordinating the lien or charge hereof.
- 4. Upon written request of Beneficiary stating that all sums secured hereby have been paid, and upon surrender of this Deed of Trust and said note to Trustee for cancellation and retention and upon payment of its fees, Trustee shall reconvey, without warranty, the property then held hereunder. The recitals in any reconveyance executed under this deed of trust of any matters or facts shall be conclusive proof of the truthfulness thereof. The Beneficiary in such reconveyance may be described as "the person or persons legally entitled thereto."
- 5. As additional security, Grantor hereby gives to and confers upon Beneficiary the right, power and authority, during the continuance of these Trusts, to collect the rents, issues and profits of said property, reserving unto Grantor the right, prior to any default by Grantor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, to collect and retain such rents, issues and profits as they become due and payable. Upon any such default, Beneficiary may at any time without notice, either in person, by agent, or by a receiver to be appointed by a court, and without regard to the adequacy of any security for the indebtedness hereby secured, enter upon and take possession of said property or any part thereof, in his own name sue for or otherwise collect such rents, issues and profits, including those past due and unpaid, and apply the same less costs and expenses of operation and collection, including reasonable attorney's fees, upon any indebtedness secured hereby, and in such order as Beneficiary may determine. The entering upon and taking possession of said property, the collection of such rents, issues and profits and the application thereof as aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.
- 6. Upon default by Grantor in payment of any indebtedness under the Note secured by this Deed of Trust or in performance of any agreement hereunder, or any other instrument constituting additional security for the Note, all sums secured hereby shall immediately become due and payable at the option of the Beneficiary. In the event of default Beneficiary shall execute or cause the Trustee to execute a written notice of such default and of his election to



7/31/2009 Page

cause to be sold the herein described property to satisfy the obligations hereof, and shall cause such notice to be recorded in the office of the recorder of each county wherein said real property or some part thereof is situated.

Notice of sale having been given as then required by law and not less than the time then required by law having elapsed after recordation of such notice of default, Trustee, without demand on Grantor, shall sell said property at the time and place of sale fixed by it in said notice of sale, either as a whole or in separate parcels and in such order as it may determine, at public auction to the highest bidder for cash in lawful money of the United States, payable at time of sale. Trustee may postpone sale of all or any portion of said property by public announcement at such time and place of sale, and from time to time thereafter may postpone such sale by public announcement at the time fixed by the preceding postponement. Trustee shall deliver to the purchaser its deed conveying the property so sold, but without any covenant or warranty, express or implied. The recitals in such deed of any matters or facts shall be conclusive proof of the truthfulness thereof. Any person, including Grantor, Trustee, or Beneficiary, as hereinafter defined, may purchase at such sale.

After deducting all costs, fees and expenses of Trustee and of this Trust, including cost of evidence of title and reasonable counsel fees in connection with sale, Trustee shall apply the proceeds of sale to payment of: all sums expended under the terms hereof, not then repaid, with accrued interest at the same interest rate as set forth in the promissory note(s) secured by this Deed of Trust; all other sums then secured hereby; and the remainder, if any, to the person or persons legally entitled thereto.

- 7. This Deed applies to, inures to the benefit of, and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, successors and assigns. The term Beneficiary shall mean the holder and owner of the note secured hereby; or, if the note has been pledged, the pledgee thereof. In this Deed, whenever the context so requires, the masculine gender includes the feminine and/or neuter, and the singular number includes the plural.
- 8. Trustee is not obligated to notify any party hereto of pending sale under any other Deed of Trust or of any action or proceeding in which Grantor, Beneficiary or Trustee shall be a party unless brought by Trustee.
- 9. Beneficiary may, from time to time, as provided by statute, or by a writing, signed and acknowledged by him and recorded in the office of the county recorder of the county in which said land or such part thereof as is then affected by this deed of trust is situated, appoint another Trustee in place and stead of Trustee herein named, and thereupon, the Trustee herein named shall be discharged and Trustee so appointed shall be substituted as Trustee hereunder with the same effect as if originally named Trustee herein.
- 10. If two or more persons be designated as Trustee herein, any, or all, powers granted herein to Trustee may be exercised by any of such persons, if the other person or persons is unable, for any reason, to act, and any recital of such inability in any instrument executed by any of such persons shall be conclusive against Grantor, his heirs and assigns.
- 11. Beneficiary, may at its option, (1) declare immediately due and payable all sums secured by the Note and/or (b) increase the interest rate provided in the Note or other document evidencing the indebtedness and impose such other conditions as Beneficiary deems



appropriate, upon the sale or transfer, without the Beneficiary's prior written consent, of all or any part of the real property securing the Note ("Real Property"). A "sale or transfer" means the

conveyance of Real Property or any right, title or interest therein; whether legal or equitable; whether voluntary or involuntary; whether by outright sale, deed, installment sale contract, land contract, contract for deed, lease-option contract, or by sale, assignment, or transfer of any beneficial interest in or to any land trust holding title to the Real Property, by operation of law, or by any other method of conveyance of Real Property interest. If any Grantor is a corporation or partnership or limited liability company, transfer also includes any change in: (a) the management or (b) ownership of more than twenty-five (25%) of the voting stock or partnership interests or membership interest, as the case may be, of Grantor. However, this option shall not be exercised by Beneficiary if such exercise is prohibited by federal law.

- 12. For any statement regarding the obligations secured hereby, Beneficiary may charge the maximum amount permitted by law at the time of the request therefore.
- 13. The promissory note secured by this Deed of Trust contains a provision which provides that upon Grantor's failure to make any of the payments required to be paid under the terms of the promissory note and/or Deed of Trust, or in the event Beneficiary, or his agent, advances sums on behalf of the Grantor to protect the security of this Deed of Trust, then said amounts shall accrue interest at the Default Rate of 16.00% at the time of such delinquency or default.

The undersigned Grantor requests that a copy of any notice of default and of any notice of sale hereunder be mailed to him at this mailing address opposite his signature hereto.

- 14. (a) Grantor, without expense to Beneficiary, shall, upon receipt of written request from Beneficiary, furnish to Beneficiary: (1) an annual statement of the operation of the property prepared and certified by Grantor, showing in reasonable detail satisfactory to Beneficiary total rents received and total expenses together with an annual balance sheet and profit and loss statement, within one hundred twenty (120) days after the close of each fiscal year of Grantor. beginning with the fiscal year first ending after the date of delivery of this Deed of Trust; (2) within thirty (30) days after the end of each calendar quarter (March 31, June 30, September 30. December 31) interim statements of the operation of the property showing in reasonable detail satisfactory to Beneficiary total rents and other income and receipts received and total expenses for the previous quarter, certified by Grantor; and (3) copies of Grantor's annual state and federal income tax returns within thirty (30) days of filing. Grantor shall keep accurate books and records, and allow Beneficiary, its representatives and agents, upon notice, at any time during normal business hours, access to such books and records regarding acquisition, construction and development of the property, including any supporting or related vouchers or papers, shall allow Beneficiary to make extracts or copies of any thereof, and shall furnish to Beneficiary and its agents convenient facilities for the audit of any such statements, books, and records.
- (b) Grantor within three (3) days after a request by Beneficiary in person or within five (5) days after Beneficiary's request by mail, shall furnish Beneficiary or any third party a written statement duly acknowledged of all amounts due on any indebtedness secured hereby, whether for principal or interest on the Note or otherwise, and stating whether any offsets or defenses are claimed by Grantor to exist against the indebtedness secured by this Deed of Trust and covering other matters with respect to any such indebtedness as Beneficiary may reasonably require.



7/31/2009 Page

- 15. In the event the Property consists of several known lots or parcels, Grantor hereby authorizes the trustee to determine the order of sale of said lots or parcels. The presence of Grantor at the sale shall not operate to revoke the authority of the trustee hereunder.
- 16. THE PROPERTY SECURING THIS DEED OF TRUST IS NOT AND WILL NOT BE USED PRINCIPALLY FOR AGRICULTURAL PURPOSES.
- 17. Governing Law: WITHOUT REGARD TO ANY PRINCIPLES OF CONFLICT LAW, THIS INSTRUMENT AND ALL OF THE OTHER LOAN DOCUMENTS SHALL BE GOVERNED BY THE LAWS OF THE STATE OF CALIFORNIA EXCEPT THAT THE PROCEDURAL AND SUBSTANTIVE LAWS OF THE STATE IN WHICH THE PROPERTY IS LOCATED RELATING TO THE CREATION, PERFECTION OR PRIORITY OF LIENS AND SECURITY INTERESTS AND TO FORECLOSURE OR OTHER REMEDY WITH RESPECT TO THE PROPERTY SHALL NECESSARILY GOVERN. IN NO EVENT WILL CALIFORNIA'S "ONE FORM OF ACTION RULE" (California Civil Code of Procedure section 726) BE AVAILABLE TO BORROWER, IT'S SUCCESSORS AND/OR ASSIGNS. THE VENUE FOR ANY DISPUTE, WHETHER IN FEDERAL OR STATE COURT, SHALL, AT BENEFICIARY'S OPTION, BE IN CONTRA COSTA COUNTY, CALIFORNIA.

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SEE NEXT PAGE FOR SIGNATURES



7/31/2009 Page

19. Execution in Counterparts. This DEED OF TRUST and ASSIGNMENT OF RENTS may be executed in counterparts, each of which when so executed and delivered shall be deemed to be an original and all of which counterparts, taken together, shall constitute but one and the same agreement.

GRANTOR:

CLEAR VALLEY ENVIRONMENTAL FARM, LLC, a Washington limited liability company

BY: SUSTAINABLE ENVIRONMENTS, LLC, a Washington limited liability company ITS: Managing Member

Kevin F. Noon, Managing Member

Jerome Ryan, Managing Member

James Blythe Hodge, Managing Member

CLEAR VALLEY ENVIROMENTAL FARM, II, INC., a Washington corporation

Kevin F. Noon, Vice President

Jerome Ryan, President

James Blythe Hodge, Secretary

200907310107 Skagit County Auditor

7/31/2009 Page

STATE OF WASHINGTON COTOT & STO
COUNTY OF Denier
On this 15th day of July in the year of 2007, before me, the undersigned, a Notary Public in and for said State, personally appeared
Kaula E Noon
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 which the person(s) acted, executed the instrument the
WITNESS my hand and official seal.
April 3 miles
My Commission Expires 04/04/2012
OF COLORIDA

STATE OF WASHINGTON
COUNTY OF
On this day of in the year of, before me, the undersigned, a Notary Public in and for said State, personally appeared
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(les), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.
WITNESS my hand and official seal.
NOTARY PUBLIC



7/31/2009 Page

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ITS: Managing Member

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James Blythe Hodge, Secretary

200907310107 Skagit County Auditor 13 of 40 3:01PM

7/31/2009 Page

STATE OF WASHINGTON California
COUNTY OF Jonoma
STATE OF WASHINGTON California COUNTY OF Source On this 30 day of Time in the year of 2009, before me, the undersigned, a Notary Public in and for said State, personally appeared Terme Ryan
personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s)(s) are subscribed to the within instrument and acknowledged to me that ne/she/they executed the same in (is) her/their authorized capacity(ies), and that by (is/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.
WITNESS my hand and official seal. Julie KIDD
NOTARYPOBLIC

STATE OF WASHINGTON
COUNTY OF
On this day of in the year of, before me, the undersigned, a Notary Public in and for said State, personally appeared
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 which the person(s) acted, executed the instrument.
WITNESS my hand and official seal.
NOTARY PUBLIC



19. Execution in Counterparts. This DEED OF TRUST and ASSIGNMENT OF RENTS may be executed in counterparts, each of which when so executed and delivered shall be deemed to be an original and all of which counterparts, taken together, shall constitute but one and the same agreement.

GRANTOR:

CLEAR VALLEY ENVIRONMENTAL FARM, LLC, a Washington limited liability company

BY: SUSTAINABLE ENVIRONMENTS, LLC, a Washington limited liability company

ITS: Managing Member

Kevin F. Noon, Managing Member

Jerome Ryan, Managing Member

ames Blythe Hodge, Managing Member

CLEAR VALLEY ENVIROMENTAL FARM, II, INC., a Washington corporation

Kevin F. Noon, Vice President

Jeforne Ryan, President

James Blythe Hodge, Secretary

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200907310107 Skagit County Auditor

7/31/2009 Page

	Za Flanda
ur Se ^r	STATE OF WASHINGTON
المراجعة المراجعة	COUNTY OF VALLY \
É	On this day of in the year of, before me, the undersigned, a Notary Public in and for said State, personally appeared IN PS ISINGLE Hours
	Notary Public in and for said State, personally appeared Tames Rh. He House
	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 which the person(s) acted, executed the instrument.
	WITNESS my hand and official seal. Notary Public State of Florida
	Julian Claudio My Commission DD713305 Expires 09/10/2011
	NOTAR N PUBLIC
`	

	STATE OF WASHINGTON
	COUNTY OF
	On this day of in the year of, before me, the undersigned, a
	Notary Public in and for said State, personally appeared
	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
	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(les), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.
	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
	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 which the person(s) acted, executed the instrument. WITNESS my hand and official seal.
	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(les), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.



7/31/2009 Page

Schedule "A-1": DESCRIPTION:

PARCEL "A"

The Northeast 1/4 of the Southwest 1/4 of Section 10, Township 34 North, Range 4 East, W.M.

TOGETHER WITH that portion of the Southeast ¼ of the Southwest ¼ of Section 10, Township 34 North, Range 4 East, W.M., described as follows:

Beginning at the Northwest corner of said Southeast 1/4 of the Southwest 1/4;

thence South 0°12'29". West, along the West line thereof, a distance of 660.87 feet, more or less, to the Northwest corner of that certain parcel as conveyed by Deed recorded April 10, 2006, under Auditor's File No. 200604100126;

thence South 89°11'17" East along the North line thereof, 363.49 feet to the Northeast corner thereof,

thence North 62°42'54" East 117.72 feet;

thence South 63°15'58" East 111.40 feet.

thence South 15°42'36" East 159.39 feet;

thence South 32°41'51" East 129.01 feet;

thence South 52°05'24" East 149.71 feet;

thence South 88°04'38" East 128.61 feet;

thence North 79°36'46" East 295.79 feet;

thence South 66°03'52" East 138.90 feet, more or less, to the East line of said Southeast ¼ of the Southwest ¼;

thence North 0°00'33" West, along said East line, 1,001.03 feet to the Northeast corner thereof;

thence North 89°02'28" West, along the North line of said Southeast ¼ of the Southwest ¼, 1,342.60 feet to the point of beginning.

Also shown as Parcel 1 on Survey recorded under Auditor's File No. 200706190095, records of Skagit County, Washington.

TOGETHER WITH a 60 foot wide non-exclusive easement for ingress, egress and utilities over, under and across the exact location to be determined at a future time and under mutual consent as to location on the following described parcel:

That portion of the Southeast ¼ of the Southwest ¼ and the Southwest ¼ of the Southeast ¼ of Section 10, together with that portion of the Northeast ¼ of the Northwest ¼ and the Northwest ¼ of the Northeast ¼ of Section 15, all in Township 34 North, Range 4 East, W.M., described as follows:

Beginning at the Northwest corner of the Southeast ¼ of the Southwest ¼ of said Section 10; thence South 0°12'29" West, along the West line thereof, a distance of 660.87 feet, more or less, to the Northwest corner of that certain parcel as conveyed by Deed recorded April 10, 2006, under Auditor's File No. 200604100126;

thence South 89°11'17" East, along the North line thereof, 363.49 feet to the Northeast corner thereof.

thence North 62°42'54" East 117.72 feet;

thence South 63°15'58" East 111.40 feet;

thence South 15°42'36" East 159.39 feet:

thence South 32°41'51" East 129.01 feet;



7/31/2009 Page

PARCEL "A" Continued:

thence South 52°05'24" East 149.71 feet;

thence South 88°04'38" East 128.61 feet,

thence North 79°36'46" East 295,79 feet:

thence South 66°03'52" East 138.90 feet:

thence South 66°03'52" East 103.00 feet to the true point of beginning;

thence North 66°03'52" West 103.00 feet;

thence North 66°03'52" West 138.90 feet:

thence South 79°36'46" West 295.79 feet;

thence North 88°04'38" West 128.61 feet;

thence North 52°05'24" West 149.71feet;

thence North 32°41'51" West 129.01 feet;

thence North 15°42'36" West 159 39 feet:

thence North 63°15'58" West 111.40 feet;

thence South 62°42'54" West 117.72 feet to the aforementioned Northeast corner of parcel described under Auditor's File No. 200604100126:

thence South 0°38'29" West, along the East line of said parcel and said parcel extended, a distance of 769.92 feet to the Southeast corner of Tract "A" of Skagit County Short Plat No. 60-77, approved August 30, 1977 and recorded August 30, 1977, under Auditor's File No. 863767, in Volume 2 of Short Plats, page 112, records of Skagit County, Washington;

thence North 89°20'05" West, along the South line thereof, 330.03 feet to the Southwest corner thereof, said point being on the East margin of McLaughlin Extension Road;

thence South 1°26'36" West, along said margin, 1,202.86 feet to an intersection with the North margin of McLaughlin Road;

thence South 89°00'37" East, along said North margin, 967.04 feet to a point which lies South 16°45'44" West from the true point of beginning;

thence North 16°45'44" East 1,656.33 feet to the true point of beginning.

Situate in the County of Skagit, State of Washington.

PARCEL "B":

The West 1/2 of the Southeast 1/4 of Section 10, Township 34 North, Range 4 East, W.M.

EXCEPT that portion described as follows:

Beginning at the Northwest corner of the Southeast ¼ of the Southwest ¼ of said Section 10; thence South 0°12'29" West, along the West line thereof, a distance of 660.87 feet, more or less, to the Northwest corner of that certain Parcel as conveyed by deed recorded April 10, 2006, under Auditor's File No. 200604100126;

thence South 89°11'17" East, along the North line thereof, 363.49 feet to the Northeast corner thereof, thence North 62°42'54" East 117.72 feet:

thence South 63°15'58" East 111.40 feet:



PARCEL "B" Continued:

thence South 15°42'36" East 159.39 feet; thence South 32°41' 51" East 129.01 feet; thence South 52°05'24" East 149.71 feet; thence South 88°04'38" East 128.61 feet:

thence North 79°36'46" East 295.79 feet;

thence South 66°03'52" East 138.90 feet, more or less, to the West line of said West ½ of the Southeast ¼ of said Section 10 and the true point of beginning;

thence South 66°03'52" East 103.00 feet;

thence South 78°26'16" East 220.72 feet;

thence South 57°43'31" East 112.69 feet; thence South 76°50'23" East 84.64 feet;

thence South 76°59'11" East 180.46 feet;

thence South 54°48'59" East 93.58 feet;

thence South 25°47'39" East 91.15 feet to the South line of said West ½ of the Southeast ¼;

thence North 87°55'43" West, along said South line 780.52 feet to the Southwest corner thereof;

thence North 0°00'33" West, along the West line thereof, 313.89 feet, more or less, to the true point of beginning.

Also known as Parcel 2 on Survey under Auditor's File No. 200706190095, records of Skagit County, Washington.

TOGETHER WITH a 60.00 foot non-exclusive easement for ingress, egress and utilities being 30.00 feet on both sides of the following described centerline, being in a portion of Section 10 and Section 15, Township 34 North, Range 4 East, W.M.

Beginning at the Southwest corner of Tract "A" of Skagit County Short Plat No. 60-77, approved August 30, 1977, and recorded August 30, 1977, under Auditor's File No. 863767, in Volume 2 of Short Plats, page 112, records of Skagit County, Washington;

thence South 1°26'36" West, along the East margin of McLaughlin Road Extension, as shown on said Short Plat, 43.62 feet to the true point of beginning of this centerline description;

thence the following courses along said centerline, South 86°12'32" East 174.78 feet;

thence North 85°42'17" East 172.87 feet;

thence North 58°22'51" East 393.11 feet:

thence South 88°43'21" East 1387.99 feet, more or less, to a point of intersection with the Southeasterly line of the above described Parcel and the terminus of said centerline description.

The sidelines of said Easement shall be extended or trimmed so as to form a continuous line across the Grantor's Ownership.

Situate in the County of Skagit, State of Washington.



PARCEL "C":

That portion of the abandoned Puget Sound and Cascade Railway right-of-way in the Southeast ¼ of the Southwest ¼ of Section 11, Township 34 North, Range 4 East, W.M., more particularly described as follows:

A strip of land 50 feet wide, being 25 feet each side of the centerline described as follows:

Beginning at a point on the South boundary line of Section 11, 296.8 feet, more or less, West from the South 1/4 section corner thereof;

thence Northeasterly to the East line of said Southeast 1/4, 366 feet, more or less, North of said section corner.

Situate in the County of Skagit, State of Washington.

PARCEL "D":

That portion of the Northwest 4 of Section 14, Township 34 North, Range 4 East W.M., described as follows:

Beginning at the intersection of the North line of Section 14 with the Westerly line of the right of way of the Seattle Lake Shore and Eastern Railway Company, as said right of way was conveyed by deeds recorded in Volume 10 of Deeds, pages 651 to 654, records of Skagit County, Washington;

thence Southwesterly along said right of way; 1494.24 feet to the true point of beginning;

thence North 60°30' West, 1683 feet, more or less, to a point 396 feet South of the Northwest corner of said Section 14;

thence South along the West line of the Section to a point 660 feet North of the Southwest corner of the Northwest ¼ of said Section;

thence East 871.2 feet, more or less, to the Westerly line of the said railway company right-of-way; thence Northeasterly along said right of way to the true point of beginning, EXCEPT the 50 foot wide right of way of the Puget Sound and Cascade Railway Company, as said right of way was reserved in deed recorded under Auditor's File No. 138390, in Volume 115 of Deeds, page 619, records of Skagit County, Washington;

AND ALSO EXCEPT that portion lying within the Southwest 1/4 of the Northwest 1/4 of said Section 14.

Situate in the County of Skagit, State of Washington.

PARCEL "E":

Deleted.

PARCEL "F":

Deleted.

200907310107 Skagit County Auditor

7/31/2009 Page

PARCEL "G":

The Southwest ¼ of the Northeast ¼ and the Southeast ¼ of the Northwest ¼ of Section 15, Township 34 North, Range 4 East, W.M.

TOGETHER WITH that portion of the Northwest ¼ of the Northeast ¼ of said Section 15, described as follows:

Beginning at the Northwest corner of the Southeast ¼ of the Southwest ¼ of said Section 10; thence South 0°12'29" West along the West line thereof, a distance of 660.87 feet, more or less, to the Northwest corner of that certain parcel as conveyed by Deed recorded April 10, 2006, under Auditor's File No. 200604100126;

thence South 89°11'17" East, along the North line thereof, 363.49 feet to the Northeast corner thereof;

thence North 62°42'54" East 117.72 feet;

thence South 63°15'58" East 111.40 feet;

thence South 15°42'36" East 159.39 feet;

thence South 32°41'51" East 129.01 feet:

thence South 52°05'24" East 149.71 feet;

thence South 88°04'38" East 128.61 feet;

thence North 79°36'46" East 295.79 feet;

thence South 66°03'52" East, 138.90 feet;

thence South 66°03'52" East 103.00 feet:

thence South 78°26'16" East 220.72 feet:

thence South 57°43'31" East 112.69 feet:

thence South 76°50'23" East 84.64 feet:

thence South 76°59'11" East 180.46 feet;

thence South 54°48'59" East, 93.58 feet;

thence South 25°47'39" East 91.15 feet to the North line of said Section 15 and the true point of beginning;

thence South 25°47'39" East 87.34 feet;

thence South 30°23'11" East 111.90 feet:

thence South 8°07'49" East 157.41 feet:

thence South 18°17'32" East 348.90 feet:

thence South 25°34'21" East 205.38 feet;

thence South 12°48'25" East 218.85 feet;

thence South 5°34'33" West 162.09 feet:

thence South 29°59'41" West 117.22 feet to the North margin of McLaughlin Road;

thence South 88°19'54" East, along said margin, 237.30 feet to the East line of the Northwest ¼ of the Northwest ¼ of said Section 15;

thence North 1°12'39" East, along said East line, 1,311.02 feet to the North line of said Section 15; thence North 87°55'43" West, along said North line, 543.52 feet to the true point of beginning,

EXCEPT the following described portions thereof:

Exception 1: Any portion lying within the right of way of McLaughlin Road.

Exception 2: Any portion lying within the right of way of State Road No. 538, also known as College Way.



PARCEL "G" Continued:

Exception 3: The West 208.7 feet of the South 626.1 feet of that portion of the Southeast 1/4 of the Northwest 1/4 of said Section 15, lying North of State Road No. 1-G (SR 538).

Exception 4: Beginning at the Northwest corner of the Southeast ¼ of the Northwest ¼ of said Section 15; thence South along the West line thereof 20 feet to the Southerly line of McLaughlin Road and the true point of beginning;

thence continuing South along said West line 666.63 feet, more or less, to the Northwest corner of that certain parcel described in Real Estate Contract in favor of Kenneth Moore and Phyllis Marie Moore and recorded under Auditor's File No. 8305270054;

thence East along the North line of said Moore parcel and said line extended 980,15 feet;

thence North, parallel to the West line of said Southeast 1/4 of the Northwest 1/4 666.63 feet, more or less, to the South line of McLaughlin Road;

thence West along the South line to the true point of beginning.

Exception 5: Beginning at the Northwest corner of the Southeast 1/4 of the Southwest 1/4 of Section 10, Township 34 North, Range 4 East, W.M.;

thence South 0°12'29" West, along the West line thereof, a distance of 660.87 feet, more or less, to the Northwest corner of that certain parcel as conveyed by Deed recorded April 10, 2006, under Auditor's File No. 200604100126;

thence South 89°11'17" East, along the North line thereof, 363.49 feet to the Northeast corner thereof,

thence North 62°42'54" East 117.72 feet;

thence South 63°15'58" East 111.40 feet;

thence South 15°42'36" East 159.39 feet;

thence South 32°41'51" East 129.01 feet;

thence South 52°05'24" East 149.71 feet;

thence South 88°04'38" East 128.61 feet;

thence North 79°36'46" East 295.79 feet;

thence South 66°03'52" East 138.90 feet, more or less, to the West line of the West ½ of the Southeast ¼ of said Section 10;

thence South 66°03'52" East 103.00 feet;

thence South 78°26'16" East 220.72 feet;

thence South 57°43'31" East 112.69 feet;

thence South 76°50'23" East 84.64 feet;

thence South 76°59'11" East 180.46 feet;

thence South 54°48'59" East 93.58 feet;

thence South 25°47'39" East 91.15 feet to the South line of the West 1/2 of the Southeast 1/4 of said Section 10;

thence South 25°47'39" East 87.34 feet:

thence South 30°23'11" East 111.90 feet;

thence South 8°07'49" East 157.41 feet;

thence South 18°17'32" East 348.90 feet;

thence South 25°34'21" East 205.38 feet;

thence South 12°48'25" East 218.85 feet;

thence South 5°34'33" West 162.09 feet:

thence South 29°59'41" West 139.94 feet to the South line of the Northwest 1/4 of the Northeast 1/4 and the true point of beginning;

thence continue South 29°59'41" West 185.06 feet;



7/31/2009 Page

PARCEL "G" Continued:

thence South 71°25'46" West 334.89 feet;

thence North 86°50'15" West 213.62 feet;

thence North 85°42'09" West 472.91 feet to the West line of the said Southwest ¼ of the Northeast ¼ of Section 15;

thence North 88°33'24" West 370.33 feet, to the East line of Exception 4 described above;

thence North 1°26'36" East, along said East line, 248.56 feet to the North line of the Southeast ¼ of the Northwest ¼ of said Section 15;

thence South 89°00'37" East, along said North line, 369.85 feet to the Northeast corner of said Southeast ¼ of the Northwest ¼;

thence South 88°19'54" East, along the North line of the Northwest ¼ of the Northeast ¼ of said Section 15, a distance of 1,089.47 feet to the true point of beginning.

Exception 6: That portion, if any, that lies within the previous right of way of College Way between the center of Section 15 and the existing right of way of College Way to the West of said center of Section.

Also shown as Parcel 5 on Survey recorded under Auditor's File No. 200706190095, records of Skagit County, Washington.

Situate in the County of Skagit, State of Washington.

PARCEL "H"

Those portions of Sections 10 and 11, Township 34 North, Range 4 East, W.M., described as follows:

Parcel 1:

That portion of the South ½ of the Northeast ¼ of said Section 10, lying Southerly of Nookachamps Creek.

Parcel 2:

The East 1/2 of the Southeast 1/4 of said Section 10;

Parcel 3:

The West ½ of the Southwest ¼ of said Section 11;

EXCEPT County road right-of-way;

ALSO EXCEPT that portion lying Southerly of the South line of Nookachamps Creek.

Parcel 4:

The Southwest 1/4 of the Northwest 1/4 of said Section 11;

EXCEPT County road right-of-ways.

2 0 0 9 0 7 3 1 0 1 0 7 Skagit County Auditor

7/31/2009 Page

23 of

PARCEL "H" Continued:

Parcel 5:

Beginning at a point on the North and South centerline of said Section 11, Township 34 North, Range 4 East, W.M., a distance of 60.00 feet North of where the North line of the right-of-way of the Seattle and International Railway crosses said line;

thence North 45° West to the Southerly bank of Nookachamps Creek;

thence Westerly, along the Southerly bank of said creek to the West line of said Section;

thence South to the Southwest corner of said Section 11;

thence East to the Southeast corner of said Southwest 1/4 of said Section 11;

thence North to the point of beginning.

EXCEPT that portion, if any, within State Highway right-of-way;

ALSO EXCEPT that portion, if any, within former Railroad right-of-way now owned by Skagit County;

AND ALSO EXCEPT any portion lying Southeasterly of the Northwesterly line of the right-of-way for State Route 9;

Parcel 6:

That portion of the Northwesterly ½ of that certain 100 foot wide strip of land conveyed to the Seattle Lake Shore and Eastern Railway Company, by Deed recorded June 2, 1890, in Volume 10 of Deeds, page 574, records of Skagit County, Washington, which lies within the East ½ of the Southwest ¼ of said Section 11,

Parcel 7:

That portion of the Northwesterly ½ of that certain 100 foot wide strip of land conveyed to the Seattle Lake Shore and Eastern Railway Company, by Deed recorded June 2, 1890, in Volume 10 of Deeds, page 574, records of Skagit County, Washington, which lies within the Southeast ¼ of said Section 11 and lies Southwesterly of the Southeasterly extension of the Northeasterly line of that certain tract conveyed to Robert G. Lundvall, et ux, by deed recorded September 3, 1982, under Auditor's File No. 8209030067;

EXCEPT that portion described as follows:

That portion of Section 11, Township 34 North, Range 4 East, W.M., described as follows:

Beginning at the Southwest corner of said Section 11;

thence South 88°32'07" East, along the South line of said Section 11 a distance of 1168.41 feet; thence North 1°06'44" East 1024.71 feet to a point hereinafter referred to as Point "A" and the true point of beginning;

thence North 65°38'15" West 89.27 feet;

thence North 60°12'24" West 578.82 feet;

thence North 58°52'21" West 337.35 feet:

thence North 43°09'09" West 68.08 feet;

thence North 0°43'05" West 371.65 feet:

thence North 3°01'13" East 349.79 feet;

thence North 28°03'28" East 282.53 feet:

2 0 0 9 0 7 3 1 0 1 0 7 Skagit County Auditor 7/31/2009 Page 24 of 40 3:01PM

PARCEL "H", Parcel 7, Continued:

thence North 39°46'02" East 128.04 feet;

thence North 73°15'44" East 458.76 feet;

thence North 49°28'04" East 210.47 feet:

thence along a curve to the left having a radius of 148.75 feet through a central angle of 87°56'43" an arc distance of 228.33 feet:

thence North 38°28'39" West 106.10 feet;

thence North 29°08'06" West 48.98 feet:

thence North 5°45'31" West 28.47 feet:

thence North 27°57'37" East 255.36 feet:

thence North 38°57'10" East 102.81 feet:

thence North 76°29'57" East 62.91 feet:

thence North 60°00'00" East 58.53 feet:

thence South 44°26'23" East 49.42 feet, more or less, to the Westerly margin of Babcock Road;

thence Southerly along the Westerly margin 1113.75 feet, more or less, to the East line of the West ½ of the Southwest ¼ of said Section 11;

thence South 1°06'44" West, along said East line, 2128.92 feet to the center of Nookachamps Creek;

thence Westerly along the centerline of Nookachamps Creek 157.43 feet to a point which lies South 1°06'44" West from the aforementioned Point "A":

thence North 1°06'44" East 627.06 feet to the true point of beginning.

Situate in the County of Skagit, State of Washington.

PARCEL "I":

That portion of Section 11, Township 34 North, Range 4 East, W.M., described as follows:

Beginning at the Southwest corner of said Section 11;

thence South 88°32'07" East, along the South line of said Section 11, a distance of 1168.41 feet;

thence North 1°06'44" East 1024.71 feet to a point hereinafter referred to as Point "A" and the true point of beginning;

thence North 65°38'15" West 89.27 feet;

thence North 60°12'24" West 578.82 feet;

thence North 58°52'21" West 337.35 feet;

thence North 43°09'09" West 68.08 feet;

thence North 0°43'05" West 371.65 feet;

thence North 3°01'13" East 349.79 feet;

thence North 28°03'28" East 282.53 feet;

thence North 39°46'02" East 128.04 feet;

thence North 73°15'44" East 458.76 feet; thence North 49°28'04" East 210.47 feet;

thence along a curve to the left having a radius of 148.75 feet through a central angle of 87°56'43" an arc distance of 228.33 feet:

thence North 38°28'39" West 106.10 feet;

thence North 29°08'06" West 48.98 feet;

thence North 5°45'31" West 28.47 feet;



7/31/2009 Page

PARCEL "I" Continued:

thence North 27°57'37" East 255.36 feet;

thence North 38°57'10" East 102.81 feet:

thence North 76°29'57" East 62.91 feet:

thence North 60°00'00" East 58.53 feet:

thence South 44°26'23" East 49.42 feet, more or less to the Westerly margin of Babcock Road;

thence Southerly along the Westerly margin 1113.75 feet, more or less, to the East line of the West ½ of the Southwest ¼ of said Section 11;

thence South 1°06'44" West, along said East line, 2128.92 feet to the center of Nookachamps Creek;

thence Westerly along the centerline of Nookachamps Creek 157.43 feet to a point which lies South

1°06'44" West from the aforementioned Point "A";

thence North 1°06'44" East 627.06 feet to the true point of beginning.

Situate in the County of Skagit, State of Washington.

PARCEL "J":

That portion of the following described tract lying within the Southwest ¼ of the Northwest ¼ of Section 14, Township 34 North, Range 4 East, W.M., described as follows:

Beginning at the intersection of the North line of Section 14 with the Westerly line of the right of way of the Seattle Lake Shore and Eastern Railway Company, as said right of way was conveyed by deeds recorded in Volume 10 of Deeds, pages 651 to 654, records of Skagit County, Washington;

thence Southwesterly along said right of way, 1,494.24 feet to the true point of beginning;

thence North 60°30' West, 1,683 feet, more or less, to a point 396 feet South of the Northwest corner of said Section 14;

thence South along the West line of the Section to a point 660 feet North of the Southwest corner of the Northwest ¼ of said Section;

thence East 871.2 feet, more or less, to the Westerly line of the said railway company right of way; thence Northeasterly along said right of way to the true point of beginning,

EXCEPT the 50 foot wide right of way of the Puget Sound and Cascade Railway Company, as said right of way was reserved in deed recorded under Auditor's File No. 138390, in Volume 115 of Deeds, page 619, records of Skagit County, Washington,

AND ALSO EXCEPT that portion, if any, lying within the as built and existing extension of the Gunderson County Road.

Situate in the County of Skagit, State of Washington.

PARCEL "K":

Deleted.

PARCEL "L":

Deleted.

200907310107 Skagit County Auditor

Skagit County Audito

7/31/2009 Page

26 of 4

PARCEL "M":

Beginning at the North ¼ corner of Section 14, Township 34 North, Range 4 East, W.M.; thence West along the North line of said Section 14, a distance of 275.88 feet to an intersection with the Westerly right of way line of the Northern Pacific Railway Company;

thence Southwesterly, along said right of way line 1.086.24 feet:

thence North 56°41°17" West 157.80 feet, along a line which would intersect the North line of said Section 14 at a point 329.30 feet East of the Northwest corner of said Section 14 and the true point of beginning; thence North 46°15'53" East 126.54 feet;

thence South 53°55'39" East 185.22 feet to the center of that certain 100 foot wide right of way to Seattle Lake Shore and Eastern Railway. Company right of way as conveyed by Deed dated April 4, 1890 and recorded July 13, 1890 in Volume 10 of Deed, page 651, records of Skagit County, Washington; thence Northeasterly along said centerline 901.81 feet, more or less, to the North line of said Section 14; thence Westerly, along said line, 2,113.04 feet, more or less, to a point which lies 329.30 feet Easterly from the Northwest corner of said Section 14;

thence South 56°41'17" East 1,482.47 feet, more or less, to the true point of beginning.

Situate in the County of Skagit, State of Washington.

PARCEL "N":

The following described portions of Sections 14 and 15 of Township 34 North, Range 4 East, W.M., described as follows:

- 1.) That portion of the Northeast ¼ of the Southwest ¼ and the Northwest ¼ of the Southeast ¼ of said Section 15, Township 34 North, Range 4 East, W.M., lying Northerly of State Highway No. 538.
- 2.) The Northeast ¼ of the Southeast ¼ of said Section 15, Township 34 North, Range 4 East, W.M., EXCEPT that portion thereof lying within the boundaries of the as built and existing State Highway (SR 538) running through said subdivision, also known as Clear Lake Road and College Way.
- 3.) The East ½ of the Northeast ¼ of said Section 15, Township 34 North, Range 4 East, W.M.
- 4.) That portion of the Northwest ¼ of the Southwest ¼ of said Section 14, lying Westerly of the West line of the 100 foot wide right of way conveyed to the Seattle Lake Shore and Eastern Railway Company by deed recorded under Auditor's File No. 3823, in Volume 20 of Deeds, page 504, records of Skagit County, Washington, EXCEPT mineral rights as reserved by deed recorded under Auditor's File 28646, in Volume 34 of Deeds, page 392, records of Skagit County, Washington.

AND ALSO EXCEPT that certain 20 foot wide strip of land conveyed to the Northern Pacific Railway Company by deed recorded under Auditor's File No. 102078, in Volume 96 of Deeds, page 509, records of Skagit County,

AND ALSO EXCEPT that portion of the North 30 feet of the East 105 feet of that portion of said Northwest ¼ of the Southwest ¼ lying West of the West line of the Northern Pacific Railway, said portion being the non-vacated portion of Coltrine No. 211 County Road, said road being previously conveyed to Skagit County by deeds recorded under Auditor's File Nos. 75461 and 75462, in Volume 78 of Deeds, page 223, records of Skagit County, and portions of said road being vacated by Order of Vacation entered in Volume 12 of Commissioners Journal, page 479, records of Skagit County,



PARCEL "N" Continued:

AND ALSO EXCEPT any portion of the as built and existing road commonly known as Gunderson Road and formerly known as Coltrine Road, extending on to said property.

- 5.) The Westerly 1/2 of that portion of that certain 100 foot wide strip of land conveyed to the Seattle Lake Shore and Eastern Railway Company by Deed dated July 17, 1891, and recorded July 25, 1891, under Auditor's File No. 3823, in Volume 20 of Deeds, page 504, records of Skagit County, lying within the Northwest 1/4 of the Southwest 1/4 of said Section 14, Township 34 North, Range 4 East, W.M..
- 6.) That certain 20 foot wide strip of land conveyed to the Northern Pacific Railway Company by Deed dated April 15, 1914, and recorded April 21, 1914, under Auditor's File No. 102078, in Volume 96 of Deeds, page 509, records of Skagit County, being a portion of the Northwest 1/4 of the Southwest 1/4 of said Section 14, Township 34 North, Range 4 East, W.M.
- 7.) That portion of the South 660 feet of the Southwest 1/4 of the Northwest 1/4 of said Section 14, Township 34 North, Range 4 East, W.M., lying Westerly of the West line of the 200 foot wide right of way and depot grounds of the Seattle Lake Shore and Eastern Railway Company, as said right of way and depot grounds were conveyed to said railway company by deeds recorded in Volume 10 of Deeds, pages 651 to 654, records of Skagit County.

EXCEPT that portion of the South 30 feet of the East 105 feet of that portion of said Southwest 1/4 of the Northwest 1/4, lying West of the West line of the right of way of the Northern Pacific Railway, as said right of way existed on June 6, 1927, said portion being the non-vacated portion of Coltrine No. 211 County Road, said road being previously conveyed to Skagit County by deed recorded under Auditor's File Nos. 75461 and 75462 in Volume 78 of Deeds, page 223, and portions of said road being vacated by Order of Vacation entered in Volume 12 of Commissioners Records, page 479, records of Skagit County,

AND ALSO EXCEPT that portion, if any, lying within the boundaries of the as built and existing County Road commonly known as Gunderson Road and formerly known as Coltrine Road, extending into said property.

- 8.) The Westerly ½ of that certain 100 foot wide strip of land conveyed to the Seattle Lake Shore and Eastern Railway Company by Deed dated April 4, 1890 and recorded July 13, 1890 in Volume 10 of Deeds, page 651, records of Skagit County, being a portion of the Northwest 1/4 of said Section 14, Township 34 North, Range 4 East, W.M.
- 9.) The Easterly ½ of that portion of that certain 100 foot strip of land conveyed to the Seattle Lake Shore and Eastern Railway Company by Deed dated April 4, 1890, and recorded July 13, 1890, in Volume 10 of Deeds, page 651, records of Skagit County, which lies Southerly of a line drawn perpendicular through the centerline of said 100 foot wide strip of land and through the point of divergence of the Easterly right of way line of said 100 foot wide strip of land and the Westerly right of way line of the road right of way commonly known as State Highway No. 9, being a portion of the Northwest 1/4 of said Section 14, Township 34 North, Range 4 East, W.M.



7/31/2009 Page

PARCEL "N" Continued:

10.) Those two fifty-foot by fifteen hundred-foot strips of land conveyed to the Seattle Lake Shore and Eastern Railway Company by deed dated April 4, 1890 and recorded July 13, 1890 and July 25, 1890, in Volume 10 of Deeds, pages 653 and 759, records of Skagit County, being a portion of said Section 14.

EXCEPT that portion of the Northwest ¼ of Section 14, Township 34 North, Range 4 East, W.M., described as follows:

All that portion of that certain 100 foot wide strip of land conveyed to the Seattle Lake Shore and Eastern Railway Company by Deed dated July 17, 1891, and recorded July 25, 1891, under Auditor's File No. 3823, in Volume 20 of Deeds, page 504, records of Skagit County, lying Northerly of the following described line:

Beginning at the North 1/4 corner of said Section 14:

thence West, along the North line of said Section 14, a distance of 275.88 feet to an intersection with the Westerly right of way line of the Northern Pacific Railway Company;

thence Southwesterly along said right of way line, 1,494.24 feet to the true point of beginning of this line description;

thence South 60°07'16" East on a projection of a line that would intersect the West line of the Section at a point 396 feet South of the Northwest corner thereof, a distance of 100.66 feet to the Easterly line of said railway right of way and the terminus of said line description.



EXHIBIT "B"

RIDER TO DEED OF TRUST

THIS RIDER IS INCORPORATED INTO AND SHALL BE DEEMED TO SUPPLEMENT THE DEED OF TRUST OF EVEN DATE, GIVEN BY THE UNDERSIGNED, IN THE AMOUNT OF \$24,013.00

Dated June 5, 2009

\$24,013.00 loan secured by property located at Clear Valley Farm - approximatley 680 acres of land - Skagit County, WA

In the event Trustors request a partial release of any of the parcels comprising the subject property or any of the mitigation credits, the following conditions shall prevail:

- A release of an individual parcel or mitigation credits will require the following pay down 1) provisions:
 - a) 75% of the gross sales proceeds, less reasonable sales and closing costs to third parties (not to exceed 7%), subject to Lender's review and approval of the seller's estimated closing statement.
 - b) All interest, property taxes, and fire insurance on the remaining parcels must be paid current.
 - c) A partial processing fee of \$117.00 per release.

James Blythe Hodge, Managing Member

d) A partial reconveyance fee of \$45.00 per reconveyance.

Execution in Counterparts. This RIDER TO DEED OF TRUST may be executed in counterparts, each of which when so executed and delivered shall be deemed to be an origina and all of which counterparts, taken together, shall constitute but one and the same agreement
BENEFICIARY:
OWENS FINANCIAL GROUP, INC., a California Corporation
Cemple 1997
William E. Dutra, Senior Vice President
TRUSTOR:
CLEAR VALLEY ENVIRONMENTAL FARM, LLC, a Washington limited liability company
BY: SUSTAINABLE ENVIRONMENTS, LLC, a Washington limited liability company ITS: Managing Member
Kevin F. Noon, Managing Member
Jerome Ryan, Managing Member

Skagit County Auditor

30 of

40 3:01PM

7/31/2009 Page

	ALL-PURPOSE ACKNOWLEDGMEN	т
STATE OF CALIFORNIA		
COUNTY OF Contra	Costa	
on June orth 20	DOQ, before me, Kim	Larson
a Notary Public, personally appe	eared <u>William</u>	E Dutra
subscribed to the within instrum	of satisfactory evidence to be the person ent and acknowledged to me that he/she (168), and that by his/ber/their signature half of which the person(4) acted, execut	e∕they executed the same in
	2	of A. M Ab at Aba fanamaina
I certify under PENALTY OF P paragraph is true and correct	ERJURY under the laws of the State of	or California that the foregoing
Witness my hand and official se	al. 🖖	
SIGNATURE OF NOTARY	NAO!	COMM. #1745316 Notary Public · California Contra Costa County My Conim. Expires May 15, 2011

200907310107 200907310107 Skagit County Auditor 31 of

7/31/2009 Page

EXHIBIT "B"

RIDER TO DEED OF TRUST

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Dated June 5, 2009

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 - a) 75% of the gross sales proceeds, less reasonable sales and closing costs to third parties (not to exceed 7%), subject to Lender's review and approval of the seller's estimated closing statement.
 - b) All interest, property taxes, and fire insurance on the remaining parcels must be paid current.
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 - d) A partial reconveyance fee of \$45.00 per reconveyance.

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BENEFICIARY:

OWENS FINANCIAL GROUP, INC., a California Corporation

William E. Dutra, Senior Vice President

TRUSTOR:

CLEAR VALLEY ENVIRONMENTAL FARM, LLC, a Washington limited liability company

BY: SUSTAINABLE ENVIRONMENTS, LLC, a Washington limited liability company

ITS: Managing Member

Kevin F. Noon, Managing Member

Jerome Ryan, Managing Member

James Blythe Hodge, Managing Member

200907310107 Skagit County Auditor

7/31/2009 Page

TRUSTOR (Continued)

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Kevin F. Noon, Vice President

Jerome Ryan, President

James Blythe Hodge, Secretary

200907310107 Skagit County Auditor

7/31/2009 Page

33 of

STATE OF WASHINGTON CO COVACOU
COUNTY OF Dencer
On this day of in the year of, before me, the undersigned, a Notary Public in and for said State, personally appeared
Kevin F. Noon
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 which the person(s).
WITNESS my hand and official seal.
NOVARY PUBLIC My Commission Expires 04/04/2012
COLOR POR

STATE OF WASHINGTON
COUNTY OF
On this day of in the year of, before me, the undersigned, a Notary Public In and for said State, personally appeared
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 which the person(s) acted, executed the instrument.
WITNESS my hand and official seal.
NOTARY PUBLIC



7/31/2009 Page

34 of

EXHIBIT "B"

RIDER TO DEED OF TRUST

THIS RIDER IS INCORPORATED INTO AND SHALL BE DEEMED TO SUPPLEMENT THE DEED OF TRUST OF EVEN DATE, GIVEN BY THE UNDERSIGNED, IN THE AMOUNT OF \$24,013.00

Dated June 5, 2009

\$24,013.00 loan secured by property located at Clear Valley Farm - approximation 680 acres of land - Skaglt County, WA

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 - a) 75% of the gross sales proceeds, less reasonable sales and closing costs to third parties (not to exceed 7%), subject to Lender's review and approval of the seller's estimated closing statement.
 - b) All interest, property taxes, and fire insurance on the remaining parcels must be paid current.
 - c) A partial processing fee of \$117.00 per release.
 - d) A partial reconveyance fee of \$45.00 per reconveyance.

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BENEFICIARY:

OWENS FINANCIAL GROUP, INC., a California Corporation

William E. Dutra, Senior Vice President

TRUSTOR:

CLEAR VALLEY ENVIRONMENTAL FARM, LLC, a Washington limited liability company

BY: SUSTAINABLE ENVIRONMENTS, LLC, a Washington limited liability company

ITS: Managing Member

Kevih F. Noon, Managing Member

Jerome Ryan, Managing Member

James Blythe Hodge, Managing Member

7/31/2009 Page

35 of

Skagit County Auditor

TRUSTOR (Continued)

CLEAR VALLEY ENVIROMENTAL FARM, II, INC., a Washington corporation

Revin F. Noon, Vice President

eromb Ryan, President

James Blythe Hodge, Secretary

200907310107 Skagit County Auditor

7/31/2009 Page

36 of

STATE OF WASHINGTON CALIFORMA
COUNTY OF SONOMA
On this 30 day of June in the year of 2009, before me, the undersigned, a Notary Public in and for said State, personally appeared
JEROME RYAN
personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(e)(is/are subscribed to the within instrument and acknowledged to me that (e)/she/they executed the same in(is/her/their authorized capacity(ies), and that by his/her/their signature(e) on the instrument the person(e), or the entity upon behalf of which the person(s) acted, executed the instrument.
WITNESS my hand and official seal.
Commission # 1651602 Notary Public - California Sorrona County
NOTARY PUBLIC My Comm. Expires Mar 14, 2010

STATE OF WASHINGTON
COUNTY OF
On this day of in the year of, before me, the undersigned, a Notary Public in and for said State, personally appeared
Notary Public in and for said State, personally appeared
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 which the person(s) acted, executed the instrument.
WITNESS my hand and official seal.
NOTARY PUBLIC



EXHIBIT "B"

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Dated June 5, 2009

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BENEFICIARY:

OWENS FINANCIAL GROUP, INC., a California Corporation

William E. Dutra, Senior Vice President

TRUSTOR:

CLEAR VALLEY ENVIRONMENTAL FARM, LLC, a Washington limited liability company

BY: SUSTAINABLE ENVIRONMENTS, LLC, a Washington limited liability company

ITS: Managing Member

-}}^~_ _

Kevin F. Noon, Managing Member

Jerome Ryan, Managing Member

James Blythe Hodge, Managing Member

Skagit County Auditor

7/31/2009 Page

38 of 40

TRUSTOR (Continued)

CLEAR VALLEY ENVIROMENTAL FARM, II, INC., a Washington corporation

Kevin F. Noon, Vice President

Jerome Ryan, President

ames Blythe Nedge, Secretary

200907310107 Skagit County Auditor

7/31/2009 Page

39 of

STATE OF WASHINGTON H	
COUNTY OF	in the year of hefore me the undersigned a
Notary Public in and for said State, pe	JAMES 112 MILLS IT CONS
name(s) is/are subscribed to the within same in his/her/their authorized capacitations.	me on the basis of satisfactory evidence) to be the person(s) whose in instrument and acknowledged to me that he/she/they executed the city(ies), and that by his/her/their signature(s) on the instrument the which the person(s) acted, executed the instrument.
WITNESS my hand and official seal.	Notary Public State of Florida Julian Claudio DD713205
NOTARY PUBLIC	My Commission DD713305 Expires 09/10/2011
*************	***************************************
STATE OF WASHINGTON	
COUNTY OF	
On this day of Notary Public in and for said State, pe	in the year of, before me, the undersigned, a ersonally appeared
name(s) is/are subscribed to the within same in his/her/their authorized capacitations.	me on the basis of satisfactory evidence) to be the person(s) whose n instrument and acknowledged to me that he/she/they executed the city(ies), and that by his/her/their signature(s) on the instrument the which the person(s) acted, executed the instrument.
WITNESS my hand and official seal.	
NOTARY PUBLIC	



7/31/2009 Page

40 of