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3 12:51PM

AFTER RECORDING RETURN TO: Bendich, Stobaugh & Strong, P.C. 701 Fifth Avenue, Suite 6550 Seattle, WA 98104

LAND TITLE OF SKAGIT COUNTY 135778-5

MEMORANDUM AND SUBORDINATION OF LEASE

Grantor/Lessor:

Trans-Fretas L.L.C.

Grantee/Lessee:

Bellingham Auto and Truck Service, Inc.

Legal Description:

Lot 1, Burlington BSP-1-03; Ptn NE 1/4 Of NW 1/4, 7-34-4 E W.M.

Tax Parcel ID#:

8046-000-001-00007 P120583

MEMORANDUM OF LEASE

This is to notify all concerned that Trans-Fretas L.L.C., Lessor, and Bellingham Auto and Truck Service, Inc., Lessee, have entered into an unrecorded lease covering the real property legally described above and on the attached Exhibit A.

SUBORDINATION OF LEASE

The parties hereby subordinate their lease to the deed of trust that Lessor has granted or will grant to the Evregreen Business Capital as security for a loan in the amount of \$601,000. Deed of Trust recorded under Auditor File No. 201010130039

Dated this 6th day of October

SKAGIT COUNTY WASHINGTON

Trans-Fretas L.L.C.

REAL ESTATE EXCISE TAX

Bellingham Auto and Truck Service, Inc.

OCT 13 2010

LYNDA ERICKSON **NOTARY PLIBLIC**

State of Washington) ss. County of Skagit

Teertify that I know or have satisfactory evidence that John A. Beebe is the person who appeared before me, and said person acknowledged that s/he signed this instrument, on oath stated that s/he was authorized to execute the instrument and acknowledged it as the Member of Trans-Fretas L.L.C., to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

> RY PUBLIC in and for the State of Washington. Residing at terndale, My commission expires: LYNDA ERICKSON

State of Washington) ss. County of Skagit

I certify that I know or have satisfactory evidence that John A. Beebe is the person who appeared before me, and said person acknowledged that s/he signed this instrument, on oath stated that s/he was authorized to execute the instrument and acknowledged it as the President of Bellingham Auto and Truck Service, Inc. to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

10-6-10

ARY PUBLIC in and for the State of Washington,

Residing at Ferndale, WA

My commission expires: 11-10-12

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Skagit County Auditor

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Exhibit A

Lot 1 of City of Burlington Binding Site Plan No. BSP-1-03, approved June 20, 2003 and recorded June 26,2003 as Skagit County Auditor's File No. 200306260161, being a portion of the Northeast 1/4 of the Northwest 1/4 of Section 7, Township 34 North, Range 4 East, W.M.

TOGETHER WITH a non-exclusive easement for ingress, egress and utilities over, across and under Tract "A" of said Binding Site Plan also known as Lindamood Lane.

Situate in the City of Burlington, County of Skagit, State of Washington.

201010130041 Skagit County Auditor

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