



201406250061

When recorded return to:  
Naomi LaCoss  
Bay Equity LLC  
100 California Street, Suite # 1100  
San Francisco, CA 94111

Skagit County Auditor \$74.00  
6/25/2014 Page 1 of 3 1:26PM

Filed for record at the request of:



CHICAGO TITLE  
COMPANY OF WASHINGTON

425 Commercial  
Mount Vernon, WA 98273

Escrow No.: 620021475

CHICAGO TITLE  
620021475

### SUBORDINATION AGREEMENT

NOTICE: This Subordination Agreement results in your security interest in the property becoming subject to and of lower priority than the lien of some other or later security instruments.

The undersigned subordinator and owner agrees as follows:

1. North Coast Credit Union referred to herein as "subordinator", is the owner and holder of a mortgage dated September 28, 2006 which is recorded under 200610030123, records of Skagit County, Washington.
2. Bay Equity LLC referred to herein as "lender", is the owner and holder of a mortgage dated June 19, 2014 executed by Derek J. Slotemaker and Susan C. Slotemaker which is recorded under 201406250060 records of Skagit County, Washington in the amount of \$198,000.00. (which is to be recorded concurrently herewith).
3. Derek J. Slotemaker and Susan C. Slotemaker referred to herein as "owner", is the owner of all the real property described in the mortgage identified above in Paragraph 2.
4. In consideration of benefits to "subordinator" from "owner," receipt and sufficiency of which is hereby acknowledged, and to induce "lender" to advance funds under its mortgage and all agreements in connection therewith, the "subordinator" does hereby unconditionally subordinate the lien of his mortgage identified in Paragraph 1 above to the lien of "lender's" mortgage, identified in Paragraph 2 above, and all advances or charges made or accruing thereunder, including any extension or renewal thereof.
5. "Subordinator" acknowledges that, prior to the execution hereof, he has had the opportunity to examine the terms of "lender's" mortgage, note and agreements relating thereto, consents to and approves same, and recognizes that "lender" has no obligation to "subordinator" to advance any funds under its mortgage or see to the application of "lender's" mortgage funds, and any application or use of such funds for purposes other than those provided for in such mortgage, note or agreements shall not defeat the subordination herein made in whole or in part.
6. It is understood by the parties hereto that "lender" would not make the loan secured by the mortgage in Paragraph 2 without this agreement.
7. This agreement shall be the whole and only agreement between the parties hereto with regard to the subordination of the lien or charge of the mortgage first above mentioned to the lien or charge of the mortgage in favor of "lender" above referred to and shall supersede and cancel any prior agreements as to such, or any, subordination including, but not limited to, those provisions, if any, contained in the mortgage first above mentioned, which provide for the subordination of the lien or charge thereof to a mortgage or mortgages to be thereafter executed.
8. The heirs, administrators, assigns and successors in interest of the "subordinator" shall be bound by this agreement. Where the word "mortgage" appears herein it shall be considered as "deed of trust," and gender and number of pronouns considered to conform to undersigned.

**SUBORDINATION AGREEMENT**

(continued)

**NOTICE:** This subordination agreement contains a provision which allows the person obligated on your real property security to obtain a loan, a portion of which may be expended for other purposes than improvement of the land. It is recommended that, prior to the execution of this subordination agreement, the parties consult with his/her/their attorneys with respect thereto.

Dated: May 24, 2014

North Coast Credit Union

*Clifford A. Frydenberg*  
Signature  
By: Senick Eric President  
Print Name  
Its: SVP Lending CLO  
Print Title

State of Washington

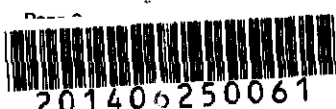
County of Whatcom

I certify that I know or have satisfactory evidence that Clifford A. Frydenberg is/are the person(s) who appeared before me, and said person acknowledged that he/she/they signed this instrument, on oath stated that he/she/they was authorized to execute the instrument and acknowledged it as the SVP Lending CLO of North Coast Credit Union to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated: June 23, 2014



*Christian N. Jangard*  
Name: Christian N. Jangard  
Notary Public in and for the State of Washington  
Residing at: Bellingham  
My appointment expires: 2-3-2015



**EXHIBIT "A"**  
Legal Description

The East 145 feet of Tract 34, NORTHSOUND ESTATES NO. 1, according to the plat thereof, recorded in Volume 9 of Plats, pages 6 and 7, records of Skagit County, Washington;

EXCEPT the North 50 feet thereof.

Situated in Skagit County, Washington

