



**UCC FINANCING STATEMENT**

FOLLOW INSTRUCTIONS

A. NAME & PHONE OF CONTACT AT FILER (optional) Land Title & Escrow 204497-L1 (360)707-2312
B. E-MAIL CONTACT AT FILER (optional)
C. SEND ACKNOWLEDGMENT TO: (Name and Address)  PEOPLES BANK Loan Services Department PO Box 233 LYNDEN, WA 98264

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1. DEBTOR'S NAME: Provide only one Debtor name (1a or 1b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name); if any part of the Individual Debtor's name will not fit in line 1b, leave all of item 1 blank, check here  and provide the Individual Debtor information in item 10 of the Financing Statement Addendum (Form UCC1Ad)

1a. ORGANIZATION'S NAME SKAGIT AGGREGATES, LLC			
OR	1b. INDIVIDUAL'S SURNAME		
	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
1c. MAILING ADDRESS PO BOX 398		CITY CLEARLAKE	STATE   POSTAL CODE   COUNTRY WA   98235   USA

2. DEBTOR'S NAME: Provide only one Debtor name (2a or 2b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name); if any part of the Individual Debtor's name will not fit in line 2b, leave all of item 2 blank, check here  and provide the Individual Debtor information in item 10 of the Financing Statement Addendum (Form UCC1Ad)

2a. ORGANIZATION'S NAME			
OR	2b. INDIVIDUAL'S SURNAME		
	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
2c. MAILING ADDRESS		CITY	STATE   POSTAL CODE   COUNTRY WA   98233   USA

3. SECURED PARTY'S NAME (or NAME OF ASSIGNEE OF ASSIGNOR SECURED PARTY): Provide only one Secured Party name (3a or 3b)

3a. ORGANIZATION'S NAME PEOPLES BANK			
OR	3b. INDIVIDUAL'S SURNAME		
	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
3c. MAILING ADDRESS 822 S. Burlington Blvd		CITY Burlington	STATE   POSTAL CODE   COUNTRY WA   98233   USA

4. COLLATERAL: This financing statement covers the following collateral:

All Minerals; whether any of the foregoing is owned now or acquired later; all accessions, additions, replacements, and substitutions relating to any of the foregoing; all records of any kind relating to any of the foregoing. See Exhibit A.

Abbreviated legal: Ptn SW 1/4 NE 1/4 of S11-T35N-R7E WM

Tax Parcels: 350711-0-002-0007 / P42416

350711-1-005-0002 / P42447

500 ETH

5. Check only if applicable and check only one box. Collateral is  held in a Trust (see UCC1Ad, item 17 and instructions)  being administered by a Decedent's Personal Representative

6a. Check only if applicable and check only one box:  
 Public-Finance Transaction  Manufactured-Home Transaction  A Debtor is a Transmitting Utility

6b. Check only if applicable and check only one box:  
 Agricultural Lien  Non-UCC Filing

7. ALTERNATIVE DESIGNATION (if applicable):  Lessee/Lessor  Consignee/Consignor  Seller/Buyer  Bailee/Bailor  Licensee/Licensor

8. OPTIONAL FILER REFERENCE DATA:  
5053132-202

**UCC FINANCING STATEMENT ADDENDUM**

**FOLLOW INSTRUCTIONS**

9. NAME OF FIRST DEBTOR: Same as line 1a or 1b on Financing Statement; if line 1b was left blank because Individual Debtor name did not fit, check here

9a. ORGANIZATION'S NAME <b>SKAGIT AGGREGATES, LLC</b>	
OR	
9b. INDIVIDUAL'S SURNAME	
FIRST PERSONAL NAME	
ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX

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10. DEBTOR'S NAME: Provide (10a or 10b) only one additional Debtor name or Debtor name that did not fit in line 1b or 2b of the Financing Statement (Form UCC1) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name) and enter the mailing address in line 10c

10a. ORGANIZATION'S NAME					
OR					
10b. INDIVIDUAL'S SURNAME					
INDIVIDUAL'S FIRST PERSONAL NAME					
INDIVIDUAL'S ADDITIONAL NAME(S)/INITIAL(S)				SUFFIX	
10c. MAILING ADDRESS		CITY	STATE	POSTAL CODE	COUNTRY

11.  ADDITIONAL SECURED PARTY'S NAME or  ASSIGNOR SECURED PARTY'S NAME: Provide only one name (11a or 11b)

11a. ORGANIZATION'S NAME					
OR					
11b. INDIVIDUAL'S SURNAME		FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX	
11c. MAILING ADDRESS		CITY	STATE	POSTAL CODE	COUNTRY

12. ADDITIONAL SPACE FOR ITEM 4 (Collateral):

13.  This FINANCING STATEMENT is to be filed [for record] (or recorded) in the REAL ESTATE RECORDS (if applicable)

14. This FINANCING STATEMENT:

covers timber to be cut  covers as-extracted collateral  is filed as a fixture filing

15. Name and address of a RECORD OWNER of real estate described in item 16 (if Debtor does not have a record interest):  
**SKAGIT AGGREGATES, LLC**  
**P O BOX 398**  
**Clearlake, WA 98235**

16. Description of real estate:  
**ADDRESS: NHN North Wilde Road, Concrete, WA 98237**  
**ASSESSORS TAX PARCEL: 350711-0-002-0007/P42416 & 350711-1-005-0002/P42447**  
**ABBREVIATED LEGAL: Ptn SW NE, 11-35-7 & Ptn W, Ptn NE, Ptn SE all in 30-35-6**  
**FULL LEGAL: See attached Exhibit A on page 3.**

17. MISCELLANEOUS:

**EXHIBIT "A"****LEGAL DESCRIPTION****PARCEL "A":**

That portion of the Southwest 1/4 of the Northeast 1/4 of Section 11, Township 35 North, Range 7 East, W.M., lying Northerly of the County road (formerly State Highway 17-A), as the same was originally conveyed to Skagit County by deed dated October 4, 1927, and recorded February 2, 1928, in Volume 146 of Deeds, page 313, under Auditor's File No. 210336, records of Skagit County, Washington;

EXCEPT that portion lying within the as built and existing County road along the West line of said subdivision;

ALSO EXCEPT the following described tract:

Beginning at the Northwest corner of said Southwest 1/4 of the Northeast 1/4;  
thence East along the North line of said Southwest 1/4 of the Northeast 1/4, a distance of 520 feet to the Northeast corner of that certain tract conveyed to Colin R. Thomson and Zoel M. Thomson, husband and wife, by deed dated May 8, 1953, and recorded May 11, 1953, under Auditor's File No. 488120, records of Skagit County, Washington;  
thence Southerly along the Easterly line of said Thomson Tract a distance of 570 feet to the Southeast corner of that certain tract conveyed to L.G. Cunningham and Ardath G. Cunningham, husband and wife, by deed dated May 4, 1966, and recorded May 6, 1966, under Auditor's File No. 682486, records of Skagit County, Washington, and the true point of beginning of this description;  
thence Westerly along the Southerly line of said Cunningham Tract to a point on the West line of said subdivision that is 610 feet South of the Northwest corner of said Southwest 1/4 of the Northeast 1/4;  
thence South along the West line of said subdivision to the North line of the above referred to County road;  
thence Northeasterly along said road a distance of 620 feet to the Southeast corner of said Thomson Tract;  
thence Northwesterly along the East line of said Thomson Tract to the true point of beginning.

Situate in the County of Skagit, State of Washington.