



Skagit County Auditor
9/9/2013 Page

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9 9:38AM

\$80.00

**RECORDED AT THE REQUEST OF:
AND AFTER RECORDING RETURN TO:**

**1ST SECURITY BANK OF WASHINGTON
P.O. BOX 97000
LYNNWOOD, WA 98046-9700
Attention: Loan Servicing**

**SUBORDINATION AGREEMENT
(Fixture Loans)**

**GRANTOR #1
(Fixture Lender):**

1ST SECURITY BANK OF WASHINGTON

**GRANTOR #2
(Owner of Property):**

Dietrich and Gwendolyn Black

**GRANTEE
(Mortgage Lender):**

JPMorgan Chase Bank, N.A.

**ABBREVIATED
LEGAL DESCRIPTION
(Washington Properties
Only):**

*Por w 1/2 Tract 3
Plat of Burlington Acreage
Property*

**ASSESSOR'S TAX
PARCEL ID NUMBER(S)
(Washington Properties
Only):**

P62540

**REFERENCE NUMBER(S)
(Washington Properties
Only):**

201209170117

(Fixture Filing)

201309090045

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 INSTRUMENT.

The undersigned Owner and Fixture Lender agree as follows:

1. **Mortgage Loan.** JPMorgan Chase Bank, N.A. ("**Mortgage Lender**"), is the owner and holder of a mortgage, deed of trust or trust deed dated _____, executed by Dietrich and Gwendolyn Black (individually and collectively, if more than one, "**Owner**") which is recorded in the real property records of Skagit County, Washington (the "**Mortgage**"), securing repayment of a loan from Mortgage Lender (the "**Mortgage Loan**") in the maximum principal amount of \$ 305,500.00. Mortgage and the promissory note and other documents relating to the Mortgage Loan are sometimes hereinafter referred to collectively as the "Mortgage Loan Documents."

2. **Fixture Loan.** 1st Security Bank of Washington ("**Fixture Lender**") has made a loan to Owner which is secured by the collateral ("**Fixture Collateral**") described in a UCC Fixture Filing which is recorded or filed in the real property records of Skagit County, Washington under Recording Number 201209170117 (the "**Fixture Filing**").

3. **Property.** Owner is the sole owner of the Fixtures and the real property described in the Mortgage and the Fixture Filing, which real property is identified by abbreviated legal description and parcel ID on the front page of this Agreement (the "**Property**").

4. **Subordination of Fixture Filing.** Fixture Lender agrees, for the benefit of Mortgage Lender, that: (i) its security interest in the Fixtures that are the subject of the Fixture Filing is subject and subordinate to the lien of the Mortgage and all other rights under the Mortgage Loan Documents and all advances or charges made or accruing thereunder, including any and all extensions, modifications (other than those prohibited by Section 5 below) and renewals thereof, additional advances thereunder to preserve and protect the collateral or to cure defaults under the Mortgage Loan Documents (whether or not Mortgage Lender is obligated or committed to make such advances) and capitalization of interest, costs and fees in connection with any of the foregoing; and (ii) Fixture Lender claims no interest in the Property other than the security interest in Fixtures which is created by the Fixture Filing.

5. **Prohibited Modifications of Mortgage Loan.** Without the consent of Fixture Lender, which may be granted or withheld in the sole discretion of Fixture

1st Security Bank Fixture Loan Subordination Agreement
50897046.2



Lender, Mortgage Lender and Owner will not modify the Mortgage Loan Documents so as to: (i) shorten the maturity date of the Mortgage Loan; (ii) cross-default the Mortgage Loan with any other indebtedness of Owner; (iii) increase the interest rate on the Mortgage Loan (other than increases which are contemplated by the Mortgage Loan Documents as they exist today); or (iv) increase the principal amount of the Mortgage Loan.

6. **Acknowledgments of Fixture Lender.** Fixture Lender acknowledges that, prior to the execution thereof, it has had the opportunity to examine the terms of the Mortgage and the Mortgage Loan Documents and consents to the same. Fixture Lender further acknowledges that Mortgage Lender has no obligation to Fixture Lender to advance any funds under the Mortgage or to see to the application of Mortgage Lender's loan funds, and any application or use of such funds for purposes other than those provided for in the Mortgage or any of the other Mortgage Loan Documents shall not defeat the subordination herein made in whole or in part. It is understood by the parties hereto that Mortgage Lender would not make the Mortgage Loan without this Agreement.

7. **Actions by Mortgage Lender; Fixture Lender's Waivers.** Mortgage Lender, without the consent of or notice to Fixture Lender, may release any or all parties liable for any obligation secured by the Mortgage Loan Documents, and release any or all security for the obligations secured by the Mortgage, all without affecting the subordination of the Fixture Filing. Fixture Lender waives any right to require marshaling of assets or to require Mortgage Lender to proceed against or exhaust any specific security for the obligations secured by the Mortgage, and waives any defense arising out of the loss or impairment of any right of subrogation to the lien of the Mortgage. With the exception of modifications prohibited by Section 5 above, Mortgage Lender and Owner may freely enter into extensions, modifications and renewals of the Mortgage Loan Documents without notice to or consent of the Fixture Lender and no such modification, extension or renewal shall defeat the subordination made in this Agreement in whole or in part.

9. **Entire Agreement.** This Agreement shall be the whole and only agreement between the parties hereto with regard to the subordination granted herein and shall supersede and cancel any prior agreements as to such subordination.

10. **Successors and Assigns.** The heirs, administrators, assigns and successors in interest of the parties hereto shall be bound by this agreement.

Notices. All notices, demands or other communications to be given or sent pursuant to this agreement shall be delivered personally or by reputable overnight courier service, and shall be deemed given when actually received or rejected by the intended recipient.



If to Fixture Lender: 1st Security Bank of Washington
6920 220th Street SW
Mountlake Terrace, WA 98043
Attention: Loan Servicing

If to Mortgage Lender: JPMorgan Chase Bank, N.A.
100 W University Dr
Tempe, AZ 85281

If to Owner: Dietrich and Gwendolyn Black
302 S Section St
Burlington, WA 98233

Any party may change the address to which notices are to be sent to it by written notice to the other parties in the manner aforesaid.

12. Governing Law; Attorneys Fees. This Agreement shall be governed by and construed in accordance with the laws of the State where the Property is located. The prevailing party shall be entitled to its reasonable attorneys fees and all other costs and expenses in any action to enforce or interpret this Agreement.

DATED as of the 6th day of August, 2013.

**FIXTURE
LENDER:**

**1ST SECURITY BANK OF
WASHINGTON**

By: 46000
Name: Cassie Rice-Hoff
Title: Credit Analyst

OWNER:

X _____
X _____



If to Fixture Lender: 1st Security Bank of Washington
6920 220th Street SW
Mountlake Terrace, WA 98043
Attention: Loan Servicing

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DATED as of the 6th day of August, 2013.

**FIXTURE
LENDER:**

**1ST SECURITY BANK OF
WASHINGTON**

By: Cassie Rice-Hoff

Name: Cassie Rice-Hoff

Title: Credit Analyst

OWNER:

X Dietrich Black
X Gwendolyn Black



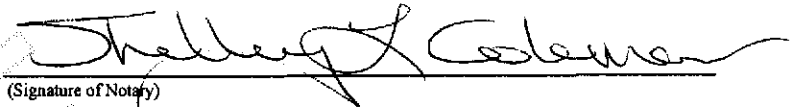
STATE OF Washington

SS.

COUNTY OF Snohomish

I certify that I know or have satisfactory evidence that Cassie Rice-Hoff is the person who appeared before me, and said person acknowledged that said person signed this instrument, on oath stated that said person was authorized to execute the instrument and acknowledged it as the Credit Analyst of 1ST SECURITY BANK OF WASHINGTON to be the free and voluntary act of such entity for the uses and purposes mentioned in the instrument.

DATED this 6th day of August, 2013.

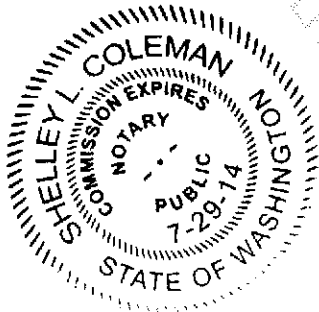

(Signature of Notary)

Shelley L. Coleman

(Legibly Print or Stamp Name of Notary)

Notary public in and for the State of Washington,
residing at Snohomish County

My appointment expires July 29th, 2014



STATE OF Colorado
COUNTY OF Delta

SS.

I certify that I know or have satisfactory evidence that Dietrich Black is the person who appeared before me, and said person acknowledged that said individual signed this instrument and acknowledged to be his or her free and voluntary act and deed for the uses and purposes mentioned in the instrument.

DATED this 15th day of August, 2013.

Carissa Davis
(Signature of Notary)

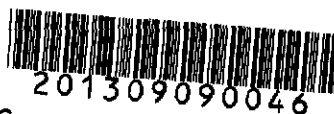
CARISSA DAVIS
(Legibly Print or Stamp Name of Notary)

Notary public in and for the State of Colorado,
residing at Mesa County

My appointment expires 04/09/15

CARISSA DAVIS
NOTARY PUBLIC
STATE OF COLORADO

My Commission Expires 04/09/2015

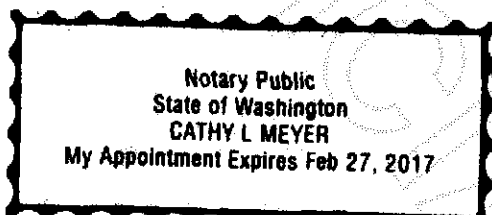


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STATE OF WASHINGTON | SS.
COUNTY OF SKAGIT

I certify that I know or have satisfactory evidence that GWEN R. BLACK is the person who appeared before me, and said person acknowledged that said individual signed this instrument and acknowledged to be his or her free and voluntary act and deed for the uses and purposes mentioned in the instrument.

DATED this 19th day of August, 2013.



Cathy L. Meyer
(Signature of Notary)

CATHY L. MEYER
(Legibly Print or Stamp Name of Notary)

Notary public in and for the State of Washington,
residing at WARTON COUNTY

My appointment expires 2/27/2017

1st Security Bank Fixture Loan Subordination Agreement
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201309090046

LEGAL DESCRIPTION

EXHIBIT "A"

THE LAND REFERRED TO HEREIN BELOW IS SITUATED IN THE COUNTY OF SKAGIT, STATE OF WASHINGTON AND IS DESCRIBED AS FOLLOWS:

ALL THAT PARCEL OF LAND IN SKAGIT COUNTY, STATE OF WASHINGTON, AS MORE FULLY DESCRIBED IN DEED INST # 200112170188, ID# 3867-000-038-0903, BEING KNOWN AND DESIGNATED AS:

THAT PORTION OF THE WEST HALF OF TRACT 38, PLAT OF BURLINGTON ACREAGE PROPERTY, ACCORDING TO THE PLAT THEREOF, RECORDED IN VOLUME 1 OF PLATS, PAGE 49, RECORDS OF SKAGIT COUNTY, WASHINGTON, DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT 250 FEET NORTH OF THE SOUTHWEST CORNER OF SAID LOT 38;
THENCE NORTH ALONG THE RIGHT-OF-WAY LINE OF SECTION STREET, A DISTANCE OF 120 FEET;
THENCE EAST A DISTANCE OF 115 FEET PARALLEL WITH THE SOUTH BOUNDARY OF SAID LOT 38;
THENCE SOUTH A DISTANCE OF 120 FEET, MORE OR LESS, PARALLEL WITH THE WEST BOUNDARY OF SAID LOT 38;
THENCE WEST A DISTANCE OF 115 FEET, MORE OR LESS, PARALLEL WITH THE SOUTH BOUNDARY OF SAID LOT 38 TO THE POINT OF BEGINNING.

PROPERTY ADDRESS: 302 SOUTH SECTION STREET, BURLINGTON, WASHINGTON

BY FEE SIMPLE DEED FROM RODNEY D. DAHL, AS HIS SEPARATE ESTATE AS SET FORTH IN DEED INST # 200112170188, DATED 12/13/2001 AND RECORDED 12/17/2001, SKAGIT COUNTY RECORDS, STATE OF WASHINGTON.



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