

A.P.N. # 1320-31-516-001
ESCROW NO. 060100290
RECORDING REQUESTED BY:
STEWART TITLE COMPANY

DOC # 0671074
03/28/2006 03:13 PM Deputy: KLJ
OFFICIAL RECORD
Requested By:
STEWART TITLE OF DOUGLAS

COUNTY
Douglas County - NV
Werner Christen - Recorder
Page: 1 Of 5 Fee: 18.00
BK-0306 PG-10498 RPTT: 0.00



WHEN RECORDED MAIL TO:

WHEN RECORDED MAIL TO:
WASHINGTON MUTUAL BANK, FA
CONSUMER LOAN RECORDS CENTER
ATTN: CLRVLTTX
1170 SILBER ROAD
HOUSTON, TX 77055

669892614

(Space Above for Recorder's Use Only)

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.

THIS AGREEMENT, made ~~February 8~~ ^{March 16th}, 2006, by Dyke R. Varble and Cynthia D. Varble, Husband and wife as Community Property with Rights of Survivorship, owner of the land hereinafter described and hereinafter referred to as "Owner", and Washington Mutual Bank, FA, a federal association present owner and holder of the deed of trust and note first hereinafter described and hereinafter referred to as "Beneficiary".

WITNESSETH

THAT WHEREAS, Dyke R. Varble and Cynthia D. Varble, Husband and wife as Community Property with Rights of Survivorship, did execute a deed of trust, dated November 11, 2003 to Ticor Title NLS as Trustee, covering:

SEE ATTACHED EXHIBIT "A"

to secure a note in the sum of \$100,000.00, in favor of Washington Mutual Bank, FA, a federal association which deed of trust was recorded November 21, 2003, in Book 1103, Page 9684, Instrument No. 597430, Official Records of said county; and WHEREAS, Owner has executed, or is about to execute, a deed of trust and note in the sum of \$320,000.00, dated March 21, 2006, in favor of Countrywide Home Loans, Inc., hereinafter referred to as "Lender", payable with interest and upon the terms and conditions described therein, which deed of trust is to be recorded concurrently herewith; and

WHEREAS, it is a condition precedent to obtaining said loan that said deed of trust last above mentioned shall unconditionally be and remain at all times a lien or charge upon the land hereinbefore described, prior and superior to the lien or charge of the deed of trust first above mentioned; and

WHEREAS, lender is willing to make said loan provided the deed of trust securing the same is a lien or charge upon the above described property prior and superior to the lien or charge of the deed of trust first above mentioned and provided that Beneficiary will specifically and unconditionally subordinate the lien or charge of the deed of trust first above mentioned to the lien or charge of the deed of trust in favor of Lender; and

WHEREAS, it is to the mutual benefit of the parties hereto that Lender make such loan to Owner; and Beneficiary is willing that the deed of trust securing the same shall, when recorded, constitute a lien or charge upon said land which is unconditionally prior and superior to the lien or charge of the deed of trust first above mentioned.

NOW THEREFORE, in consideration of the mutual benefits accruing to the parties hereto and other valuable consideration, the receipt and sufficiency of which consideration is hereby acknowledged, and in order to induce Lender to make the loan above referred to, it is hereby declared, understood and agreed as follows:

- (1) That said deed of trust securing said note in favor of Lender, ~~and any renewals or extensions thereof~~ shall unconditionally be and remain at all times a lien or charge on the property therein described, prior and superior to the lien or charge of the deed of trust first above mentioned.
- (2) That Lender would not make its loan above described without this subordination agreement.
- (3) That this agreement shall be the whole and only agreement with regard to the subordination of the lien or charge of the deed of trust first above mentioned to the lien or charge of the deed of trust in favor of lender above referred to and shall supersede and cancel, but only insofar as would affect the priority between the deeds of trust hereinbefore specifically described, any prior agreement as to such subordination including, but not limited to, those provisions, if any, contained in the deed of trust first above mentioned, which provide for the subordination of the lien or charge thereof to another deed or deeds of trust or to another mortgage or mortgages.

Beneficiary declares, agrees and acknowledges that

- (a) He consents to and approves (i) all provisions of the note and deed of trust in favor of Lender above referred to, and (ii) all agreements, including but not limited to any loan or escrow agreements, between Owner and Lender for the disbursement of the proceeds of Lender's loan;
- (b) Lender in making disbursements pursuant to any such agreement is under no obligation or duty to, nor has Lender represented that it will, see to the application of such proceeds by the person or persons to whom Lender disburses such proceeds and any application or use of such proceeds for purposes other than those provided for in such agreement or agreements shall not defeat the subordination herein made in whole or in part;
- (c) He intentionally and unconditionally waives, relinquishes and subordinates the lien or charge of the deed of trust first above mentioned in favor of the lien or charge upon said land of the deed of trust in favor of Lender above referred to and understands that in reliance upon, and in consideration of, this waiver, relinquishment and subordination specific loans and advances are being and will be made and, as part and parcel thereof, specific monetary and other obligations are being and will be entered into which would not be made or entered into but for said reliance upon this waiver, relinquishment and subordination;
- (d) An endorsement has been placed upon the note secured by the deed of trust first above mentioned that said deed of trust has by this instrument been subordinated to the lien or charge of the deed of trust in favor of Lender above referred to.

continued on next page

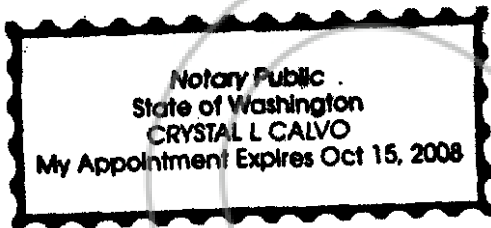
ACKNOWLEDGMENT

State of WASHINGTON)
) §
County of SNOHOMISH)

I certify that I know or have satisfactory evidence that **Tracey L. Larson** is the person who appeared before me, and said person acknowledged that he/she signed this instrument on oath stated that he/she was authorized to execute the instrument and acknowledge it as the **Designated Signer** of **Washington Mutual Bank, FA** to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

Dated: 03/17/2006

Crystal L Calvo
Notary Signature



Crystal L Calvo
Typed or Printed Name of Notary Public

Notary Public _____

My Appointment expires: 10/15/2008



EXHIBIT "A"

LEGAL DESCRIPTION

ESCROW NO.: 060100290

The land referred to herein is situated in the State of Nevada, County of DOUGLAS described as follows:

Lot 4, in Block A, as set forth on the final map of MACKLAND UNIT NO. 2 "PHASE B" filed for record in the office of the County Recorder of Douglas County, State of Nevada, on September 25, 1989 in Book 989 at page 3256, Douglas County, Nevada as Document No. 211622.

APN 1320-31-516-001

