

MORTGAGE: OPEN-END CREDIT, FUTURE ADVANCE, DUE ON SALE



STATE OF ALABAMA
Shelby COUNTY

KNOW ALL MEN BY THESE PRESENTS: That whereas Lindon E. Benson and wife, Sherrell B. Benson have

become justly indebted to **FIRST ALABAMA BANK**, Shelby County, Pelham, Alabama ("Mortgagee"), pursuant to an open-end line of credit for an initial advance of \$0.00

(\$ 0.00) Dollars, and for all FUTURE ADVANCES, provided, however, that the maximum indebtedness at any one time shall not exceed eighty two thousand and 00/100-----

(\$ 82,000.00) Dollars, which said FUTURE ADVANCES Mortgagee is obligated to make pursuant to the terms and conditions of that certain EQUITY ASSETLINE AGREEMENT ("AGREEMENT"), contemporaneously entered into by and between Mortgagors and Mortgagee herein, the terms and conditions of which are hereby incorporated by reference.

NOW, THEREFORE, in consideration of the premises and in order (i) to secure the payment of all indebtedness of Mortgagors to Mortgagee incurred pursuant to the EQUITY ASSETLINE AGREEMENT, including, without limitation, the said initial advance and any and all FUTURE ADVANCES made by Mortgagee pursuant to said AGREEMENT, including any renewals or extensions of same, (ii) to secure the payment of all other indebtedness, now or hereafter owed, by Mortgagors, or any of them, to Mortgagee, not incurred pursuant to said AGREEMENT, except that Mortgagors' home shall not secure any such other indebtedness incurred for personal, family, or household purposes, and (iii) to secure compliance with all of the stipulations contained in said AGREEMENT and contained herein, the said Lindon E. Benson and wife Sherrell B. Benson

("Mortgagors") do hereby grant, bargain, sell and convey unto said Mortgagee the following described real estate in

Shelby County, State of Alabama, viz:

Commence at the southeast corner of the S 1/2 of S 1/2 of SE 1/4 of NW 1/4, Section 13, Township 19, Range 2 West and run thence north along the east line of said SE 1/4 of NW 1/4 a distance of 330 feet; thence run west and parallel with the south line of SE 1/4 of NW 1/4 a distance of 161.4 feet to the point of beginning of the land herein conveyed, being the northwest corner of the land being this day conveyed to Howard Neil Bailey and Tillie Dale Bailey; thence continue west a distance of 161.4 feet, more or less to the east right of way line of the Cahaba Valley Road; thence run southwesterly along the east right of way of said Road to its point of intersection with the south line of SE 1/4 of NW 1/4 of said Section 13; thence run east along the south line of said SE 1/4 of NW 1/4, Section 13 to the southwest corner of said Howard Neil Bailey and Tillie Dale Bailey land, which point is 275 feet west of the southeast corner of said SE 1/4 of NW 1/4, Section 13; thence run northwesterly along the west line of said Bailey land to the point of beginning.

This is a second mortgage.

Inst # 1994-37563

12/28/1994-37563
01:45 PM CERTIFIED
SHELBY COUNTY JUDGE OF PROBATE
004 NC3 139.00

FIRST ALABAMA BANK
SHELBY COUNTY
COMMERCIAL DEPT.
P.O. BOX 216
PELHAM, AL 35124

together with all rents and other revenues thereof and all rights, privileges, easements, tenements, interests, improvements and appurtenances thereunto belonging or in any wise appertaining, including any after-acquired title and easements and all rights, title and interest now or hereafter owned by the Mortgages in and to all buildings and improvements, storm and screen windows and doors, gas, steam, electric and other heating, lighting, ventilating, air conditioning, refrigerating and cooking apparatus, elevators, plumbing, sprinkling and other equipment and fixtures attached or appertaining to said premises, all of which ("mortgaged property") shall be deemed realty and conveyed by this mortgage.

TO HAVE AND TO HOLD the same and very part thereof the said Mortgagee, its successors and assigns forever.

And for the purpose of further (i) securing the payment of all indebtedness of Mortgages to Mortgagee incurred pursuant to the EQUITY ASSETLINE AGREEMENT, including, without limitation, the said initial advance and any and all FUTURE ADVANCES made by Mortgagee pursuant to said AGREEMENT, including any renewals or extensions of same, (ii) securing the payment of all other indebtedness, now or hereafter owed by Mortgages to Mortgagee, not incurred pursuant to said AGREEMENT, except that Mortgages' home shall not secure any such other indebtedness incurred for personal, family, or household purposes, and (iii) securing compliance with all of the stipulations contained in said AGREEMENT and contained herein, the Mortgages covenant and agree as follows:

1. That they are lawfully seized in fee and possessed of said mortgaged property and have a good right to convey the same as aforesaid, that they will warrant and forever defend the title against the lawful claims of all persons whomsoever, and that said property is free and clear of all encumbrances, easements and restrictions not herein specifically mentioned.

This is a second mortgage taken subject to that certain first mortgage from Lindon E. Benson and wife, Sherrell Benson to Home Federal Savings & Loan Association of Birmingham, dated April 19, 1973 and recorded in Mortgage Book 330, Page 422 in the Probate Office.

2. That they will pay all taxes, assessments, or other liens taking priority over this mortgage when imposed legally upon said mortgaged property and should default be made in the payment of same, or any part thereof, said Mortgagee may pay the same.

3. That they will keep the buildings on said premises continuously insured in such amounts, and in such manner as may be satisfactory to the Mortgagee against loss by fire and such other hazards as Mortgagee may specify, with loss, if any, payable to said Mortgagee, and will deposit with Mortgagee policies for such insurance and will pay premiums thereto as the same become due. The insurance coverage may be obtained from a person of Mortgages choice, provided, however, that Mortgagee reserves the right to refuse to accept, for reasonable cause, an insurer offered by Mortgages. Mortgages shall give immediate notice in writing to Mortgagee of any loss or damages to said premises caused by any casualty. If Mortgages fail to keep said property insured as above specified, the Mortgagee may insure the property for its insurable value against loss by fire or other hazards for the benefit of the Mortgagee. The proceeds of such insurance shall be paid by insurer to Mortgagee which is hereby granted full power to settle and compromise claims under all policies and to demand, receive and receipt for all sums becoming due thereunder; said proceeds, if collected, to be credited on the indebtedness secured by this mortgage, less cost of collecting same, or to be used in repairing or reconstructing the premises as the Mortgagee may elect; all amounts so expended by said Mortgagee for insurance or for the payment of taxes, assessments or any other prior liens shall become a debt due said Mortgagee additional to the indebtedness herein described and at once payable without demand upon or notice to any person, and shall be secured by the lien of this mortgage and shall bear interest at the highest legal rate from date of payment by said Mortgagee and, if any action or inaction by the Mortgages in these respects has adversely affected the Mortgagee's security hereunder or any right of the Mortgagee in the mortgaged property, then, at the election of the Mortgagee and without notice to any person, the Mortgagee may declare the entire indebtedness secured by this mortgage due and payable and this mortgage subject to foreclosure and same may be foreclosed as hereinafter provided.

4. To take good care of the mortgaged property above described and not commit or permit any waste thereon, and to keep the same repaired and at all times to maintain the same in as good condition as it now is, reasonable wear and tear alone excepted.

5. That no delay or failure of the Mortgagee to exercise any option to declare the maturity of any debt secured by this mortgage shall be taken or deemed as a waiver of the right to exercise such option or to declare such forfeiture either as to past or present default on the part of said Mortgages, and that the procurement of insurance or payment of taxes by the Mortgagee shall not be taken or deemed as a waiver of the right to declare the maturity of the indebtedness hereby secured by reason of the failure of the Mortgages to procure such insurance or to pay such taxes, it being agreed that no terms or conditions contained in this mortgage can be waived, altered, or changed except as evidenced in writing signed by the Mortgages and by the Mortgagee.

6. That they will (i) pay and discharge all indebtedness of Mortgages to Mortgagee incurred pursuant to the said AGREEMENT, including, without limitation, the said initial advance and any and all FUTURE ADVANCES made by Mortgagee pursuant to said AGREEMENT, including any renewals or extensions of same, as they shall become due and payable, (ii) pay and discharge all other indebtedness, whenever incurred, of Mortgages, or any of them, to Mortgagee, not incurred pursuant to said AGREEMENT, as such other indebtedness shall become due and payable, and (iii) comply with all of the stipulations contained in the said AGREEMENT and the stipulations contained herein.

7. That after any default on the part of the Mortgages, the Mortgagee shall, upon bill filed or other proper legal proceeding being commenced for the foreclosure of this mortgage, be entitled as a matter of right to the appointment by any competent court or tribunal with power to any party, of a receiver of the rents, issues and profits of said premises, with power to lease and control the said premises and with such other powers as may be deemed necessary, and that a reasonable attorney's fee shall, among other expenses and costs, be fixed, allowed and paid out of such rents, issues and profits or out of the proceeds of the sale of said mortgaged property.

8. That all covenants and agreements of the Mortgages herein contained shall extend to and bind their heirs, executors, administrators, successors and assigns, and that such covenants and agreements and all options, rights, privileges and powers herein given, granted or secured to the Mortgagee shall inure to the benefit of the heirs, successors or assigns of the Mortgagee.

9. That the debt hereby secured shall at once become due and payable and this mortgage subject to foreclosure as herein provided at the option of the holder hereof when and if any statement of lien arising from any action or inaction by the Mortgages is filed under the statutes of Alabama relating to liens of mechanics and materialmen, without regard to the form and contents of such statement and without regard to the existence or nonexistence of the debt or any part thereof, or of the lien on which such statement is based.

10. Encumbrance or Transfer of the Property. That they will not sell or transfer the mortgaged property, and that they will not create or permit to exist any mortgage, encumbrance or other lien not herein mentioned (except the creation of a purchase money security interest in household appliances) upon the mortgaged property, without Mortgagee's prior written consent. If Mortgages violate this covenant, Mortgagee may at Mortgagee's option, declare all of the sums secured by this mortgage to be immediately due and payable.

If Mortgagee exercises such option to accelerate, Mortgagee shall mail Mortgages notice of acceleration. Such notice shall provide a period of not less than 30 days from the date the notice is mailed within which Mortgages may pay the sums declared due. If Mortgages fail to pay such sums prior to the expiration of such period Mortgagee may, without further notice or demand on Mortgages, invoke any remedies permitted hereunder.

11. Plural or singular words used herein to designate the undersigned Mortgagors shall be construed to refer to the maker or makers of this mortgage, whether one or more persons or a corporation.

UPON CONDITION, HOWEVER, that if the Mortgagors shall well and truly pay and discharge the indebtedness hereby secured, including any and all ADVANCES and FUTURE ADVANCES made under the AGREEMENT (which include payment of taxes and insurance, the satisfaction of prior encumbrances and any other indebtedness owed to the Mortgagee before the full payment of this mortgage) as it shall become due and payable and shall in all things do and perform all acts and agreements contained in the AGREEMENT and by them herein agreed to be done according to the tenor and effect hereof, and the Mortgagee actually receives, at the address shown on the Mortgagors' monthly statement issued in connection with the AGREEMENT, a written request to satisfy this mortgage from the Mortgagors and all other persons who have the right to require the Mortgagee to extend ADVANCES, then and in that event only, this conveyance shall be and become null and void; but should default be made in the payment of the indebtedness hereby secured, including any and all ADVANCES and FUTURE ADVANCES under the AGREEMENT, or any renewals or extensions thereof or any part thereof, or should default be made in the repayment of any sum expended by said Mortgagee under the authority of any of the provisions of this mortgage or should the interest of said Mortgagee in said property become endangered by reason of the enforcement of any prior lien or encumbrance thereon arising from any action or inaction by the Mortgagors, or should the Mortgagors do or fail to do or perform any other act or thing, that constitutes default under the AGREEMENT, then in any of said events the whole of the indebtedness hereby secured, or any portion or part of same may not at said date have been paid, with interest thereon, shall at once become due and payable and this mortgage subject to foreclosure at the option of the Mortgagee, notice of the exercise of such option being hereby expressly waived; and the Mortgagee shall have the right to enter upon and take possession of the property hereby conveyed and after or without taking such possession to sell the same before the County Court House door in the county wherein the property is located, and, if the property is situated in two or more counties, in any such county, at public outcry for cash, after first giving notice of the time, place and terms of such sale by publication once a week for three consecutive weeks prior to said sale in some newspaper published in said County as required under the Code of Alabama 1975, as amended, and upon the payment of the purchase money the Mortgagee, or owner of the debt and mortgage, or auctioneer, shall execute to the purchaser for and in the name of the Mortgagors a good and sufficient deed to the property sold; the Mortgagee shall apply the proceeds of said sale: First, to the expense of advertising, selling and conveying, including a reasonable attorney's fee; second, to the payment of any amounts that may have been expended or that may then be necessary to expend in paying insurance, taxes and other encumbrances, with interest thereon; third, to the payment in full of the principal indebtedness and interest thereon, whether the same shall or shall not have fully matured at the date of said sale, but no interest shall be collected beyond the date of sale; and fourth, the balance, if any, to be paid over to the said Mortgagors or to whomever then appears of record to be the owner of said property. The Mortgagee may bid and become the purchaser of the mortgaged property at any foreclosure sale hereunder.

IN WITNESS WHEREOF, we have hereunto set our hand(s) and seal(s) this 17th day of December 1994

Lindon E. Benson (Seal)
Lindon E. Benson
Sherrell B. Benson (Seal)
Sherrell B. Benson Mortgagors

This instrument was prepared by:

NAME Lisa Ellison, Real Estate Dept.
ADDRESS P O Box 216
Pelham, Al 35124

SOURCE OF TITLE Shelby County Abstract

| BOOK | | PAGE | | |
|-------------|-----|---------|------|---|
| Subdivision | Lot | Plat Bk | Page | |
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CERTIFICATE
Check applicable certificate.

State of Alabama
Shelby County

RESIDENTIAL. Mortgagors and Mortgagee herein certify that residential property is conveyed by this mortgage and that the maximum principal indebtedness to be secured by this mortgage at any one time is \$82,000.00 upon which the mortgage tax of \$123.00 is paid herewith, as allowed by Alabama Code §40-22-2(1)(b) (1975).

NON-RESIDENTIAL. In compliance with Alabama Code §40-22-2(2)(b) (1975), the Mortgagee of this mortgagee hereby certifies that the amount of indebtedness presently incurred is _____ upon which the mortgage tax of _____ is paid herewith and Mortgagee agrees that no additional or subsequent advances will be made under this mortgage unless the mortgage tax on such advances is paid into the appropriate office of the Judge of Probate of _____ County, Alabama, no later than each September hereafter or an instrument evidencing such advances is filed for record in the above said office and the recording fee and tax applicable thereto paid.

FIRST ALABAMA BANK
BY: Anthony F. Holmes
TITLE Sr. Vice-President Mortgagee
By: Sherrell B. Benson

Lindon E. Benson
Lindon E. Benson
Sherrell B. Benson
Sherrell B. Benson Mortgagors

THE STATE OF ALABAMA,

Shelby COUNTY.

I, the undersigned, a Notary Public in and for said County, in said State,

hereby certify that Lindon E. Benson and wife Sherrell B. Benson

whose names are signed to the foregoing conveyance and who are known to me, acknowledged before me on this day that, being informed of the contents of the conveyance, they executed the same voluntarily on the day the same bears date.

Given under my hand and official seal, this 17th day of December, 1994

Lisa S. Ellison

Notary Public

EXPIRES MAY 2, 1998

THE STATE OF ALABAMA,

COUNTY.

I, a Notary Public in and for said County, in said State,

hereby certify that whose name signed to the foregoing conveyance and who known to me, acknowledged before me on this day that, being informed of the contents of the conveyance, executed the same voluntarily on the day the same bears date.

Given under my hand and official seal, this day of 19

Notary Public

THE STATE OF ALABAMA,

COUNTY.

I, a Notary Public in and for said County, in said State,

hereby certify that of the a corporation, whose name is signed to the foregoing conveyance, and who is known to me, acknowledged before me on this day that, being informed of the contents of the conveyance, he, as such officer and with full authority, executed the same voluntarily for and as the act of said corporation.

Given under my hand and official seal, this day of 19

Notary Public

Inst # 1994-37563

12/28/1994-37563
01:45 PM CERTIFIED
SHELBY COUNTY JUDGE OF PROBATE
004 MCD 139.00

Page Four

FIRST ALABAMA BANK
SHELBY COUNTY
REAL ESTATE DEPT.
P. O. BOX 216
PELHAM, AL 36124

TO
First
Alabama
Bank

MORTGAGE

THE STATE OF ALABAMA,

COUNTY.

Office of the Judge of Probate.

I hereby certify that the within mortgage was filed

in this office for record on the

day of _____, 19

at _____ o'clock _____ M., and duly recorded

in Volume _____ of Mortgages, at page

_____ and examined.

Judge of Probate.