

The State of Alabama

SHELBY County.

THIS INDENTURE, made and entered into this July 10, 1998

by and between S & S DEVELOPMENT, INC.

parties of the first part, hereinafter referred to as mortgagor, and

First Federal Bank, a Federal Saving Bank,

party of the second part, hereinafter referred to as mortgagee.

Witnesseth:

WHEREAS, the said S & S DEVELOPMENT, INC.
justly indebted to the party of the second part in principal sum of
THREE HUNDRED TWENTY AND NO/100 Dollars..... (\$320,000.00)
as evidenced by note bearing even date herewith, payable as follows:

On demand, bearing interest as provided in said note. (This is a FUTURE ADVANCE MORTGAGE, and the said
\$ 320,000.00 indebtedness shall be advanced by mortgagee to mortgagor in accordance with a
construction loan agreement of even date herewith, the terms of which agreement are made a part of this mortgage.)
In addition to the said \$ 320,000.00 principal amount with interest, this mortgage shall also secure
any and all other additional indebtedness now or hereafter owing by mortgagor to mortgagee.

NOW, THEREFORE, the parties of the first part, in consideration of the premises, and to secure the
payment of said indebtedness and the compliance with all the stipulations herein contained, have bargained and sold,
and do hereby grant, bargain, sell, alien, and convey unto the party of the second part, its successors and assigns, the
following described real estate, lying and being situated in the town of Chelsea County of
Shelby, State of Alabama, to-wit:

See Exhibit "A" for Legal Description

First Federal Bank will issue a partial release on any individual lot upon
receipt of \$32,000.00 principal reduction plus accrued interest due.

TOGETHER WITH all building materials, equipment, fixtures and fittings of every kind or character now owned or
hereafter acquired by the mortgagor for the purpose of or used or useful in connection with the improvements located
or to be located on the hereinabove described real estate, whether such materials, equipment, fixtures and fittings are
actually located on or adjacent to said real estate or not, and whether in storage or otherwise, wheresoever the same
may be located. The personal property herein conveyed and mortgaged shall include, without limitation, all lumber
and lumber products, bricks, building stones and building blocks, sand and cement, roofing material, paint, doors,
windows, hardware, nails, wires and wiring, plumbing and plumbing fixtures, air-conditioning and heating equipment
and appliances, electrical and gas equipment and appliances, pipes and piping, ornamental and decorative fixtures,
and in general all building material and equipment of every kind and character used or useful in connection with said
improvements.

Together with all the rights, privileges, tenements, and appurtenances thereunto belonging or in any wise
appertaining, including screen windows and doors, gas, steam, electric and other heating, lighting and cooking
apparatus, elevators, ice boxes, plumbing and other fixtures appertaining to the said premises all of which shall be
deemed realty and conveyed by this mortgage

TO HAVE AND TO HOLD the said premises, and every part thereof unto the mortgagee, its successors
and assigns forever. And the undersigned covenant with the mortgagee that the undersigned are lawfully seized in
fee simple of said premises and have a good right to sell and convey the same as aforesaid; that the said premises are
free of all encumbrances and the undersigned will warrant and forever defend the title to the same unto the
mortgagee, its successors and assigns, against the lawful claims of all persons whomsoever.

And for the purpose of further securing the payment of said indebtedness, the undersigned hereby agree to
pay all taxes, assessments, or other liens taking priority over this mortgage, when imposed legally upon said

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premises, and should default be made in the payment of same, or any part thereof, said mortgagee, at its option, may pay the same; and to further secure said indebtedness first above named, and every portion thereof, the undersigned agree to keep said property continuously insured in such manner and in such companies as may be satisfactory to

the mortgagee, for at least \$ 320,000.00 against loss by fire and \$ 320,000.00 against loss by tornado with loss, if any, payable to said mortgagee, as its interest may appear, and if the undersigned fail to keep said property insured as above specified, then the mortgagee may, at its option, insure said property for its insurable value against loss by fire and tornado, for its own benefit, the proceeds from such insurance, if collected to be credited on the indebtedness secured by this mortgage, less cost of collecting same, or at the election of the mortgagee, may be used in repairing or reconstructing the premises; 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 and at once payable, without demand upon or notice to any person to said mortgagee, additional to the indebtedness hereby specially secured, and shall be secured by the lien of this mortgage, and shall bear interest from date of payment by said mortgagee, and 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.

The undersigned agree to take good care of the premises above described, and not to 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 they now are, reasonable wear and tear alone excepted.

The undersigned agree 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 its right to exercise such option, or to declare such forfeiture, either as to any past or present default, and it is further agreed that no terms or conditions contained in this mortgage can be waived, altered or changed except as evidenced in writing, signed by the undersigned, and by the mortgagee, by an officer thereof.

After any default on the part of the mortgagor, the mortgagee shall, upon bill filed or other proper legal proceedings being commenced for the foreclosure of this mortgage, be entitled, as a matter of right, to the appointment by any competent court or tribunal, without notice to any party, of a receiver of the rents, issues and profits of said premises, which power to lease and control the said premises, and with such other powers as may be deemed necessary.

UPON CONDITION, HOWEVER, That if the mortgagor pays said note and any renewals or extensions thereof, and all other indebtedness secured by this mortgage, and reimburses said mortgagee for any amount it may have expended in payment of taxes and insurance or other liens, and interest thereon, and shall do and perform all other acts and things herein agreed to be done, this conveyance to be null and void; but should default be made in the payment of any sum expended by the said mortgagee under the authority of any of the provisions of this mortgage, or should said indebtedness hereby secured, and any renewals or extensions thereof, or any part thereof, or any interest thereon, remain unpaid at maturity, or should the interest of said mortgagee in said property become endangered by reason of the enforcement of any prior lien or encumbrance thereon, so as to endanger the debt hereby secured, or should any law, either Federal or State, be passed imposing or authorizing the imposition of any specific tax upon this mortgage or the debt hereby secured, or permitting or authorizing the deduction of any such tax from the principal or interest secured by this mortgage, or by virtue of which any tax or assessment upon the mortgaged premises shall be chargeable against the owner of said mortgage, or should at any time any of the stipulations contained in this mortgage be declared invalid or inoperative by any court of competent jurisdiction, then, in any one of said events, the whole of the indebtedness hereby secured, or any portion or part of same as may not at said date have been paid, with interest thereon, shall at once become due and payable at the option of said mortgagee, and this mortgage be subject to foreclosure and may be foreclosed as now provided by law in case of past due mortgages; and the mortgagee shall be authorized to take possession of the premises hereby conveyed, and after giving twenty-one days' notice by publication once a week for three consecutive weeks, of the time, place and terms of sale, by publication in some newspaper published in the County wherein said property is located, to sell the same in front of the Courthouse door of the County wherein said property is located, at public outcry, to the highest bidder for cash, and 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 day of sale; and, fourth, the balance, if any, to be turned over to the mortgagor.

And the undersigned further agree that said mortgagee, its successors, or assigns, may bid at any sale had under the terms of this mortgage, and purchase said property, if the highest bidder therefor; and the undersigned further agree to pay a reasonable attorney's fee to said mortgagee, its successors or assigns, for the foreclosure of this mortgage, either under the power of sale contained herein, or by virtue of the decree of any court of competent jurisdiction, said fee to be a part of the debt hereby secured, and the purchaser at any such sale shall be under no obligation to see to the proper application of the purchase money.

In the event of a sale hereunder, the mortgagee, or owner of the debt and mortgage, or auctioneer, shall execute to the purchaser for and in the name of the undersigned a good and sufficient deed to the property sold.

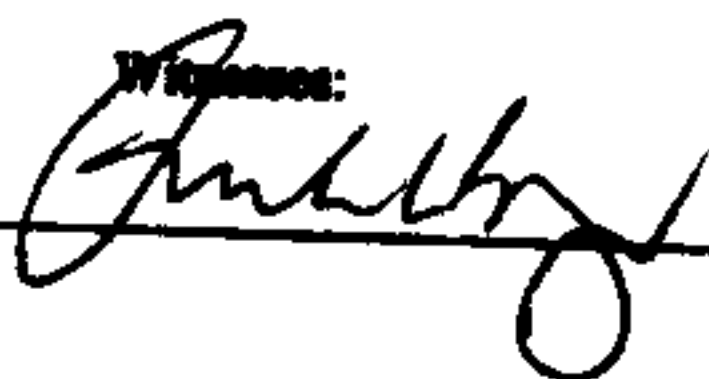
The undersigned agree that the debt hereby secured shall at once become due and payable and this mortgage subject to foreclosure as herein provided, at the option of the holder hereof, when and if any statement of lien is filed under the statutes of Alabama relating to the liens of mechanics and materialmen, without regard to form and contents of such statement, and without regard to the existence or non-existence of the debt, or any part thereof, or of the lien, on which such statement is based.

Plural or singular words used herein to designate the undersigned, the parties of the first part, shall be construed to refer to the maker or makers of this mortgage, whether one or more persons, or a corporation; and all covenants and agreements herein made by the undersigned shall bind the heirs, personal representatives, successors and assigns of the undersigned, and every option, right and privilege herein reserved or secured to the mortgagee, shall inure to the benefit of its successors and assigns.

The said indebtedness of \$ 320,000.00 which is secured hereby is being advanced by mortgagee to mortgagor in accordance with a construction loan agreement of even date herewith, the terms of which agreement are incorporated as a part hereof. In the event of default in the terms of said agreement, or any other contract or agreement between mortgagor and mortgagee, such default shall be an event of default entitling the mortgagee herein to foreclose this mortgage in accordance with the terms hereof.

IN TESTIMONY WHEREOF, the undersigned have hereunto set their hands and seals, on this day and year first above written.

Witnesses:



S & S Development, Inc.



(Seal)

by: Stephen Schencker
its President

(Seal)

(Seal)

(Seal)

STATE OF ALABAMA,

COUNTY. I, the undersigned authority, in and for said County, in said State, hereby

certify that

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 _____ day of _____, 19____.

Notary Public

Commission Expires: _____

State of Alabama
Jefferson County

I, the undersigned, a Notary Public in and for said county, in said state, hereby certify that Stephen Schencker, whose name as President of S & S Development, Inc. 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, in his capacity 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 the 10th day of July, 1998.

My Commission Expires: 11/20/2000


Notary Public

EXHIBIT "A"

PARCEL 1: Commence at the NW Corner of the SW 1/4 of the NW 1/4 of Section 11, Township 20 South, Range 1 West; thence East along the North line of said 1/4-1/4 section a distance of 878.41 feet; thence 90 degrees 00 minutes 00 seconds right a distance of 73.14 feet to the point of beginning; thence 31 degrees 45 minutes 04 seconds left a distance of 359.45 feet; thence 105 degrees 30 minutes 03 seconds left a distance of 86.01 feet; thence 88 degrees 20 minutes 14 seconds left a distance of 346.52 feet to the point of beginning.

PARCEL 11: Commence at the Northeast Corner of the Northwest Quarter of Section 11, Township 20 South, Range 1 West; thence run South 3 degrees 25 minutes 11 seconds West along the East line of said 1/4 section for 666.58 feet to the point of beginning; thence run South 3 degrees 15 minutes 04 seconds West for 501.29 feet; thence run North 87 degrees 47 minutes 09 seconds West for 1339.57 feet; thence run South 3 degrees 30 minutes 24 seconds West for 535.00 feet; thence run South 65 degrees 36 minutes 36 seconds West for 234.35 feet; thence run North 29 degrees 32 minutes 13 seconds West for 104.62 feet; thence run North 44 degrees 57 minutes 44 seconds East for 86.01 feet; thence run North 43 degrees 22 minutes 30 seconds West for 346.52 feet; thence run South 44 degrees 57 minutes 41 seconds West for 683.45 feet to the Northeast right-of-way line of Shelby County Highway 47; thence North 26 degrees 15 minutes 57 seconds West along the Northeast right-of-way of said highway for 408.70 feet to the point of beginning of a curve to the right having a central angle of 35 degrees 06 minutes 03 seconds and a radius of 1048.67 feet; thence run Northerly along the East right-of-way of said highway and the arc of said curve for 642.44 feet to the end of said curve; thence run North 8 degrees 50 minutes 06 seconds East along the tangent of the last described curve and along the East right-of-way of said highway for 275.02 feet; thence run South 87 degrees 36 minutes 59 seconds East for 1307.83 feet; thence run South 87 degrees 43 minutes 47 seconds East for 1253.62 feet to the point of beginning.

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