

SUBORDINATION AGREEMENT

THIS AGREEMENT is effective this 17th day of December, 1993 (hereinafter the "Agreement") and is by and among COLONIAL BANK (hereinafter "Bank") and CITY BANK OF CHILDERSBURG (hereinafter "Subordinate Mortgagee").

WHEREAS, THOMAS L. BROWN and EMILY C. BROWN (hereinafter jointly severally and collectively "Borrower") are currently indebted to Subordinate Mortgagee. Such indebtedness is evidenced by a mortgage filed for record August 26, 1986 from Borrower to Subordinate Mortgagee (hereinafter "Subordinate Mortgage"). The Subordinate Mortgage is of and concerns the property described on Exhibit "A" attached hereto and incorporated herein by this reference (hereinafter "Property"). The Subordinate Mortgage is recorded in Real Volume 87 at Page 824, et seq., in the Office of the Judge of Probate of Shelby County, Alabama.

WHEREAS Borrower has requested Bank to make a loan to Borrower in the amount of \$85,289.68, and Bank has agreed to make such loans, provided, among other things that Borrower gives and grants to Bank a first mortgage on the Property (hereinafter "Bank Mortgage"), and that Subordinate Mortgagee enter into this Agreement and subordinates their rights under the Subordinate Mortgage to the rights of Bank under the Bank Mortgage. The Bank Mortgage will be filed contemporaneously herewith.

WHEREAS Subordinate Mortgagee has agreed to enter into this Agreement, provided Bank satisfies and terminates its current mortgage on the Property.

WHEREAS Bank will contemporaneously herewith, satisfy and terminate its mortgage which is recorded at 1992-5232 in the Office of the Judge of Probate of Shelby County, Alabama.

WHEREAS contemporaneously herewith, Borrower has executed and delivered to Bank the Bank Mortgage, and Bank has made a \$85,289.68 loan to Borrower.

NOW THEREFORE in consideration of \$10.00, Bank making a \$85,289.68 loan to Borrower, Bank satisfying its current mortgage on the Property, and other good and valuable consideration the receipt and sufficiency of which is hereby acknowledged, the parties agree as follows:

1. Lien Priority: From and after the date hereof: (a) the Bank Mortgage shall have priority over the Subordinate Mortgage; and (b) the Subordinate Mortgage, and the obligations secured by the Subordinate Mortgage, shall be and at all times remain, subject, inferior, and subordinate to the Bank Mortgage, and the obligations secured by the Bank Mortgage.

The priorities of the mortgages established, altered, or specified hereinabove shall be applicable, irrespective of the time or order of attachment, perfection, or recordation thereof, the method of perfection, the time or order of filing of mortgages or taking of possession, or the giving of or failure to give notice; provided, however, that the subordinations and relative priorities set forth herein are expressly conditioned upon the due and proper perfection, recordation, and the nonavoidability by a bankruptcy trustee, of any mortgage interest which have been accorded priority pursuant hereto; and provided, further, however, that if any mortgage interest to which any other interest has been subordinated pursuant hereto is not now perfected or recorded, or hereafter ceases to be perfected or recorded, or is avoidable by a bankruptcy trustee for any reason, then, the subordination specified herein with respect to such interests shall, to the extent not perfected, recorded, or avoidable, as the case may be, not be effective.

The relative priorities of any interests which are not established, altered, or specified herein shall exist and continue in accordance with the applicable provisions of law.

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2. Contesting Liens or Security Interest: Neither Bank nor Subordinate Mortgagee shall contest the validity, perfection, priority or enforceability of any lien or mortgage granted to the other. Bank and Subordinate Mortgagee hereby agrees to cooperate in the defense of any action contesting the validity, perfection, priority or enforceability of such liens or mortgage.

3. Modification of Loans, Provided there is no Additional Advances: Bank or Subordinate Mortgagee at any time and from time to time, may enter into such agreement or agreements with Borrower as they may deem proper, extending the time of payment of, or renewing or otherwise altering the terms of all or any of Borrower's obligations or debts to Bank and/or Subordinate Mortgagee or affecting the security or property underlying any or all of such obligations or debt, or may exchange, sell, release, surrender or otherwise deal with any such security or property, without in any way impairing or affecting this agreement thereby, provided however that Bank shall not make any modifications to the Bank Mortgage or the documents pertaining thereto which would increase the principal amount due from Borrower to Bank.

4. Credit Investigations: Neither Bank nor Subordinate Mortgagee, nor any of their respective directors, officers, agents or employees shall be responsible to the other or to any other person, firm or corporation, Borrower's solvency, financial condition or ability to repay their obligations to Bank or Subordinate Mortgagee, or for any statements of Borrower, oral or written, or for the validity, sufficiency or enforceability of the Borrower's obligations to Bank or Subordinate Mortgagee, or any liens or security interest granted by Borrower to Bank or Subordinate Mortgagee in connection therewith. Bank and Subordinate Mortgagee have each entered into their respective financing agreement with Borrower based upon their own independent investigation and make no warranty or representation to the other nor do they rely upon any representation of the other with respect to matters identified or referred to in this paragraph. Neither Bank nor Subordinate Mortgagee nor any of their respective directors, officers, agents or employees shall be responsible to the other or to any other person, firm or corporation for the furnishing or sharing of any statements of, or credit, financial or other materials or data receive from Borrower.

5. Duration: This Agreement shall remain in full force and effect until (i) all obligations of Borrower to Bank on the one hand, or Subordinate Mortgagee, on the other hand, have been paid and satisfied in full and Bank, on the one hand, or Subordinate Mortgagee on the other hand, have terminated and satisfied their mortgages with Borrower or (ii) upon the mutual agreement in writing of all parties hereto, whichever is the first to occur.

6. Choice of Law: This Agreement shall be construed and enforced in accordance with the laws of the State of Alabama.

7. Counterparts: This Agreement may be executed in any number of counterparts, each of which shall be deemed to be an original and all of which, when taken together, shall constitute one and the same instrument.

IN WITNESS THEREOF, Bank and Subordinate Mortgagee have executed this Agreement effective as of the date first above written.

BANK:

COLONIAL BANK

By: Don HBS

(Its Asst. V. P.)

SUBORDINATE MORTGAGEE

CITY BANK OF CHILDERSBURG

By: Jimmy C. Saylor

(Its President)

BORROWER'S ACCEPTANCE

Borrower hereby acknowledges receipt of, notice of, consents to, and agrees to be bound by the terms and provisions of the within and foregoing Subordination Agreement as they relate to the relative rights and priorities of Bank and Subordinate Mortgage; provided, however, that nothing in the foregoing Subordination Agreement shall amend, modify, change or supersede the respective terms of the documentation and agreements between Borrower, Bank, and Subordinate Mortgagee.

BORROWER:

Thomas L. Brown L.S.
Thomas L. Brown (Individually)

Emily C. Brown L.S.
(Emily C. Brown) (Individually)

STATE OF ALABAMA)
COUNTY OF JEFFERSON)

ACKNOWLEDGMENT OF BANK

I, the undersigned Notary Public in and for said County in said State, hereby certify that Dan H. Bundy, whose name as Asst. Vice President of COLONIAL BANK is signed to the foregoing instrument, and who is known to me acknowledged before me on this day that, being informed of the contents of the instrument, she, as such officer and with full authority, executed the same voluntarily for and as the act of said corporation.

Given under my hand and seal of office this 17 day of December, 1993.

Kelly D. Kilpatrick 11/24/96
Notary Public (My Commission Expires: SEPTEMBER 7, 1997)

STATE OF ALABAMA)
COUNTY OF Talladega)

ACKNOWLEDGEMENT OF SUBORDINATE MORTGAGEE

I, the undersigned, a Notary Public in and for said County, in said State, hereby certify that Jimmy C. Sawyer, whose name as President of CITY BANK OF CHILDESBURG, a corporation, is signed to the foregoing instrument and who is known to me, acknowledged before me on this day that, being informed of the contents of said instrument, he/she, as such officer, and with full authority, executed the same voluntarily, as an act of said corporation, acting in his/her capacity as aforesaid.

Given under my hand and official seal, this the 23 day of December, 1993.

Gene Spadley
Notary Public (My Commission Expires: SEPTEMBER 7, 1997)

STATE OF ALABAMA)
COUNTY OF JEFFERSON)

ACKNOWLEDGMENT OF BORROWER

I, the undersigned, a Notary Public in and for said County in said State, hereby certify that THOMAS L. BROWN and EMILY C. BROWN whose names are signed to the foregoing instrument, and who are known to me, acknowledged before me on this day that, being informed of the contents of the instrument, they, executed the same voluntarily for and as the act of said corporation.

Given under my hand and seal of office this 17 day of December, 1993.

Kelly D. Kilpatrick
Notary Public (My Commission Expires: 11/24/96)

THIS INSTRUMENT PREPARED BY:
William B. Hairston III
Engel Hairston and Johanson P.C.
P.O. Box 370027
Birmingham, Alabama 35237
(205) 328-4600

EXHIBIT "A"

TO

SUBORDINATION AGREEMENT

Bank:	COLONIAL BANK
Subordinate Mortgagee:	CITY BANK OF CHILDERSBURG
Borrower:	THOMAS L. BROWN AND EMILY C. BROWN

DESCRIPTION OF PROPERTY

Begin at the Northwest corner of the SW 1/4 of the NE 1/4 of Section 28, Township 19 South, Range 1 East, thence run East along the north line of said 1/4 - 1/4 Section a distance of 340.00 feet; thence turn an angle of 47° 84' 46" to the right and run a distance of 264.97 feet to the center line of a branch; thence turn an angle of 17° 54' 24" to the right and run a distance of 293.04 feet; thence turn an angle of 103° 27' 35" to the right and run a distance of 327.78 feet; thence turn an angle of 73° 52' 27", to the right and run a distance of 203.17 feet; thence turn an angle of 75° 48' 09" to the left and run a distance of 228.76 feet; thence turn an angle of 102° 33' 36" to the right and run a distance of 393.77 feet to the point of beginning.

Situated in the SW 1/4 of the NE 1/4, Section 28, Township 19 South, Range 1 East, Shelby County, Alabama.

ALSO AN EASEMENT FOR DRIVE:

Commence at the Northwest corner of the SW 1/4 of the NE 1/4 Section 28, Township 19 South, Range 1 East, thence run south along the west line of said 1/4 - 1/4 section a distance of 393.77 feet to the point of beginning; thence continue in the same direction a distance of 423.29 feet; thence turn an angle of 48° 53' 21" to the left and run a distance of 340.94 feet to a point on the north right of way of Highway No 280; thence turn an angle of 47° 11' 32" to the left and run along said highway right of way a distance of 40.90 feet; thence turn an angle of 132° 48' 28" to the left and run a distance of 355.09 feet; thence turn an angle of 48° 53' 21" to the right and run a distance of 416.33 feet to the south line of above described tract; thence turn an angle of 102° 33' 36" to the left and run a distance of 30.74 feet to the point of beginning.

Situated in the SW 1/4 of the NE 1/4 Section 28, Township 19 South, Range 1 East, Shelby County, Alabama.

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