

STATE OF ALABAMA)

SHELBY COUNTY)

COLLATERAL ASSIGNMENT OF MORTGAGES AND DEBT

This Collateral Assignment of Mortgages and Debt made this 18 day of October, 1995 by KADCO, INC. ("Borrower") in favor of UNION STATE BANK, BIRMINGHAM, ALABAMA ("Bank").

WHEREAS, Borrower has acquired from AmSouth Bank of Alabama certain mortgages and debt as evidenced by Assignment of Mortgages recorded in Instrument # 1995-29883, in the Office of the Judge of Probate of Shelby County, Alabama (the "Assignment"); and

WHEREAS, the Assignment confers upon Borrower mortgages as referred to in paragraphs (a) and (b) of the Assignment (the "Mortgages") and debt as referred to in paragraph (c) of the Assignment (the "Debt"); and

WHEREAS, Bank has on this date loaned Borrower the sum of One Hundred Sixty Thousand and No/100 Dollars (\$160,000.00) (the "Loan") which Loan is evidenced by note of even date (the "Note") and in order to secure such Note, Bank has taken a mortgage on real property located in Shelby County, Alabama and additionally, requires Assignment by Borrower of Borrower's interest in the Mortgages and Debt.

NOW, THEREFORE, in consideration of the premises, the Loan, and other good and valuable considerations, the receipt and sufficiency of which are hereby acknowledged, Borrower hereby assigns and delivers to Bank all of Borrower's right, title and interest in and to the Mortgages and Debt in order to further

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secure the Loan and the Note.

This Assignment shall expire and have no further force or effect upon the payment in full by Borrower to Bank of all sums due under the Note.

DONE the date and year first above written.

KADCO, INC.

By:
Its:

Charles S. Lusk
Pres.

STATE OF ALABAMA)

COUNTY OF Tyler)

I, the undersigned, a Notary Public in and for said County in said State, hereby certify that CHARLES S. LUSK JR., whose name as President of KADCO, INC., 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 for and as the act of said corporation on the day the same bears date.

Given under my hand and seal this 18 day of October, 1995.

[Signature]
Notary Public

My Commission Expires: 3-1-98

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