

WHEN RECORDED MAIL TO:

WOODLAND CAPITAL CORPORATION  
730 SECOND AVENUE S., SUITE 415  
MINNEAPOLIS, MINNESOTA 55402

LOAN NO. 98-288-538

Inst # 1999-00926

01/07/1999-00926

01:45 PM CERTIFIED

[Space Above This Line For Recording Office Use Only]

011 SMA 221.00

## MORTGAGE

THIS MORTGAGE ("Security Instrument") is given on **DECEMBER 28, 1998**  
**RUSSELL S. ROBERTS AND TATE H. ROBERTS, HUSBAND AND WIFE**

The grantor is

("Borrower"). This Security Instrument is given to

**WOODLAND CAPITAL CORPORATION,  
A MINNESOTA CORPORATION**

which is organized and existing under the laws of **MINNESOTA**  
address is **730 SECOND AVENUE S., SUITE 415**

**MINNEAPOLIS, MINNESOTA 55402**

and whose

("Lender"). Borrower owes Lender the principal sum of

**ONE HUNDRED TWENTY-FIVE THOUSAND AND 00/100**

Dollars (U.S. \$ **125,000.00**).

This debt is evidenced by Borrower's note dated the same date as this Security Instrument ("Note"), which provides for monthly payments, with the full debt, if not paid earlier, due and payable on **JANUARY 1 2014**

This Security Instrument secures to Lender: (a) the repayment of the debt evidenced by the Note, with interest, and all renewals, extensions and modifications of the Note; (b) the payment of all other sums, with interest, advanced under paragraph 7 to protect the security of this Security Instrument; and (c) the performance of Borrower's covenants and agreements under this Security Instrument and the Note. For this purpose, Borrower does hereby mortgage, grant and convey to Lender and Lender's successors and assigns, with power of sale, the following described property located in

**SHELBY**

County, Alabama

**SEE ATTACHED LEGAL DESCRIPTION**

which has the address of **356 COUNTY ROAD 338**  
Alabama **35043**

**CHELSEA**

[Street, City]

[Zip Code] ("Property Address");

ALABAMA-Single Family-FNMA/FHLMC UNIFORM  
INSTRUMENT Form 3001 8/90  
Amended 5/91

601-681AL (9212) 01

VMP MORTGAGE FORMS - (800) 521-7291

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Initials

*[Handwritten Signature]*



TO HAVE AND TO HOLD this property unto Lender and Lender's successors and assigns, forever, together with all the improvements now or hereafter erected on the property, and all easements, appurtenances, and fixtures now or hereafter a part of the property. All replacements and additions shall also be covered by this Security Instrument. All of the foregoing is referred to in this Security Instrument as the "Property."

**BORROWER COVENANTS** that Borrower is lawfully seized of the estate hereby conveyed and has the right to mortgage grant and convey the Property and that the Property is unencumbered, except for encumbrances of record. Borrower warrants and will defend generally the title to the Property against all claims and demands, subject to any encumbrances of record.

**THIS SECURITY INSTRUMENT** combines uniform covenants for national use and non-uniform covenants with limited variations by jurisdiction to constitute a uniform security instrument covering real property.

**UNIFORM COVENANTS.** Borrower and Lender covenant and agree as follows:

**1. Payment of Principal and Interest; Prepayment and Late Charges.** Borrower shall promptly pay when due the principal of and interest on the debt evidenced by the Note and any prepayment and late charges due under the Note.

**2. Funds for Taxes and Insurance.** Subject to applicable law or to a written waiver by Lender, Borrower shall pay to Lender on the day monthly payments are due under the Note, until the Note is paid in full, a sum ("Funds") for: (a) yearly taxes and assessments which may attain priority over this Security Instrument as a lien on the Property; (b) yearly leasehold payments or ground rents on the Property, if any; (c) yearly hazard or property insurance premiums; (d) yearly flood insurance premiums, if any; (e) yearly mortgage insurance premiums, if any; and (f) any sums payable by Borrower to Lender, in accordance with the provisions of paragraph 8, in lieu of the payment of mortgage insurance premiums. These items are called "Escrow Items." Lender may, at any time, collect and hold Funds in an amount not to exceed the maximum amount a lender for a federally related mortgage loan may require for Borrower's escrow account under the federal Real Estate Settlement Procedures Act of 1974 as amended from time to time, 12 U.S.C. Section 2601 *et seq.* ("RESPA"), unless another law that applies to the Funds sets a lesser amount. If so, Lender may, at any time, collect and hold Funds in an amount not to exceed the lesser amount. Lender may estimate the amount of Funds due on the basis of current data and reasonable estimates of expenditures of future Escrow Items or otherwise in accordance with applicable law.

The Funds shall be held in an institution whose deposits are insured by a federal agency, instrumentality, or entity (including Lender, if Lender is such an institution) or in any Federal Home Loan Bank. Lender shall apply the Funds to pay the Escrow Items. Lender may not charge Borrower for holding and applying the Funds, annually analyzing the escrow account, or verifying the Escrow Items, unless Lender pays Borrower interest on the Funds and applicable law permits Lender to make such a charge. However, Lender may require Borrower to pay a one-time charge for an independent real estate tax reporting service used by Lender in connection with this loan, unless applicable law provides otherwise. Unless an agreement is made or applicable law requires interest to be paid, Lender shall not be required to pay Borrower any interest or earnings on the Funds. Borrower and Lender may agree in writing, however, that interest shall be paid on the Funds. Lender shall give to Borrower, without charge, an annual accounting of the Funds, showing credits and debits to the Funds and the purpose for which each debit to the Funds was made. The Funds are pledged as additional security for all sums secured by this Security Instrument.

If the Funds held by Lender exceed the amounts permitted to be held by applicable law, Lender shall account to Borrower for the excess Funds in accordance with the requirements of applicable law. If the amount of the Funds held by Lender at any time is not sufficient to pay the Escrow Items when due, Lender may so notify Borrower in writing, and, in such case Borrower shall pay to Lender the amount necessary to make up the deficiency. Borrower shall make up the deficiency in no more than twelve monthly payments, at Lender's sole discretion.

Upon payment in full of all sums secured by this Security Instrument, Lender shall promptly refund to Borrower any Funds held by Lender. If, under paragraph 21, Lender shall acquire or sell the Property, Lender, prior to the acquisition or sale of the Property, shall apply any Funds held by Lender at the time of acquisition or sale as a credit against the sums secured by this Security Instrument.

**3. Application of Payments.** Unless applicable law provides otherwise, all payments received by Lender under paragraphs 1 and 2 shall be applied: first, to any prepayment charges due under the Note; second, to amounts payable under paragraph 2, third, to interest due; fourth, to principal due; and last, to any late charges due under the Note.

**4. Charges; Liens.** Borrower shall pay all taxes, assessments, charges, fines and impositions attributable to the Property which may attain priority over this Security Instrument, and leasehold payments or ground rents, if any. Borrower shall pay these obligations in the manner provided in paragraph 2, or if not paid in that manner, Borrower shall pay them on time directly to the person owed payment. Borrower shall promptly furnish to Lender all notices of amounts to be paid under this paragraph. If Borrower makes these payments directly, Borrower shall promptly furnish to Lender receipts evidencing the payments.

Borrower shall promptly discharge any lien which has priority over this Security Instrument unless Borrower: (a) agrees in writing to the payment of the obligation secured by the lien in a manner acceptable to Lender; (b) contests in good faith the lien by, or defends against enforcement of the lien in, legal proceedings which in the Lender's opinion operate to prevent the enforcement of the lien; or (c) secures from the holder of the lien an agreement satisfactory to Lender subordinating the lien to this Security Instrument. If Lender determines that any part of the Property is subject to a lien which may attain priority over this Security Instrument, Lender may give Borrower a notice identifying the lien. Borrower shall satisfy the lien or take one or more of the actions set forth above within 10 days of the giving of notice.

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**5. Hazard or Property Insurance.** Borrower shall keep the improvements now existing or hereafter erected on the Property insured against loss by fire, hazards included within the term "extended coverage" and any other hazards, including floods or flooding, for which Lender requires insurance. This insurance shall be maintained in the amounts and for the periods that Lender requires. The insurance carrier providing the insurance shall be chosen by Borrower subject to Lender's approval which shall not be unreasonably withheld. If Borrower fails to maintain coverage described above, Lender may, at Lender's option, obtain coverage to protect Lender's rights in the Property in accordance with paragraph 7.

All insurance policies and renewals shall be acceptable to Lender and shall include a standard mortgage clause. Lender shall have the right to hold the policies and renewals. If Lender requires, Borrower shall promptly give to Lender all receipts of paid premiums and renewal notices. In the event of loss, Borrower shall give prompt notice to the insurance carrier and Lender. Lender may make proof of loss if not made promptly by Borrower.

Unless Lender and Borrower otherwise agree in writing, insurance proceeds shall be applied to restoration or repair of the Property damaged, if the restoration or repair is economically feasible and Lender's security is not lessened. If the restoration or repair is not economically feasible or Lender's security would be lessened, the insurance proceeds shall be applied to the sums secured by this Security Instrument, whether or not then due, with any excess paid to Borrower. If Borrower abandons the Property, or does not answer within 30 days a notice from Lender that the insurance carrier has offered to settle a claim, then Lender may collect the insurance proceeds. Lender may use the proceeds to repair or restore the Property or to pay sums secured by this Security Instrument, whether or not then due. The 30-day period will begin when the notice is given.

Unless Lender and Borrower otherwise agree in writing, any application of proceeds to principal shall not extend or postpone the due date of the monthly payments referred to in paragraphs 1 and 2 or change the amount of the payments. If under paragraph 21 the Property is acquired by Lender, Borrower's right to any insurance policies and proceeds resulting from damage to the Property prior to the acquisition shall pass to Lender to the extent of the sums secured by this Security Instrument immediately prior to the acquisition.

**6. Occupancy, Preservation, Maintenance and Protection of the Property; Borrower's Loan Application; Leaseholds.** Borrower shall occupy, establish, and use the Property as Borrower's principal residence within sixty days after the execution of this Security Instrument and shall continue to occupy the Property as Borrower's principal residence for at least one year after the date of occupancy, unless Lender otherwise agrees in writing, which consent shall not be unreasonably withheld, or unless extenuating circumstances exist which are beyond Borrower's control. Borrower shall not destroy, damage or impair the Property, allow the Property to deteriorate, or commit waste on the Property. Borrower shall be in default if any forfeiture action or proceeding, whether civil or criminal, is begun that in Lender's good faith judgment could result in forfeiture of the Property or otherwise materially impair the lien created by this Security Instrument or Lender's security interest. Borrower may cure such a default and reinstate, as provided in paragraph 18, by causing the action or proceeding to be dismissed with a ruling that, in Lender's good faith determination, precludes forfeiture of the Borrower's interest in the Property or other material impairment of the lien created by this Security Instrument or Lender's security interest. Borrower shall also be in default if Borrower, during the loan application process, gave materially false or inaccurate information or statements to Lender (or failed to provide Lender with any material information) in connection with the loan evidenced by the Note, including, but not limited to, representations concerning Borrower's occupancy of the Property as a principal residence. If this Security Instrument is on a leasehold, Borrower shall comply with all the provisions of the lease. If Borrower acquires fee title to the Property, the leasehold and the fee title shall not merge unless Lender agrees to the merger in writing.

**7. Protection of Lender's Rights in the Property.** If Borrower fails to perform the covenants and agreements contained in this Security Instrument, or there is a legal proceeding that may significantly affect Lender's rights in the Property (such as a proceeding in bankruptcy, probate, for condemnation or forfeiture or to enforce laws or regulations), then Lender may do and pay for whatever is necessary to protect the value of the Property and Lender's rights in the Property. Lender's actions may include paying any sums secured by a lien which has priority over this Security Instrument, appearing in court, paying reasonable attorneys' fees and entering on the Property to make repairs. Although Lender may take action under this paragraph 7, Lender does not have to do so.

Any amounts disbursed by Lender under this paragraph 7 shall become additional debt of Borrower secured by this Security Instrument. Unless Borrower and Lender agree to other terms of payment, these amounts shall bear interest from the date of disbursement at the Note rate and shall be payable, with interest, upon notice from Lender to Borrower requesting payment.

**8. Mortgage Insurance.** If Lender required mortgage insurance as a condition of making the loan secured by this Security Instrument, Borrower shall pay the premiums required to maintain the mortgage insurance in effect. If, for any reason, the mortgage insurance coverage required by Lender lapses or ceases to be in effect, Borrower shall pay the premiums required to obtain coverage substantially equivalent to the mortgage insurance previously in effect, at a cost substantially equivalent to the cost to Borrower of the mortgage insurance previously in effect, from an alternate mortgage insurer approved by Lender. If substantially equivalent mortgage insurance coverage is not available, Borrower shall pay to Lender each month a sum equal to one-twelfth of the yearly mortgage insurance premium being paid by Borrower when the insurance coverage lapsed or ceased to be in effect. Lender will accept, use and retain these payments as a loss reserve in lieu of mortgage insurance. Loss reserve

payments may no longer be required, at the option of Lender, if mortgage insurance coverage (in the amount and for the period that Lender requires) provided by an insurer approved by Lender again becomes available and is obtained. Borrower shall pay the premiums required to maintain mortgage insurance in effect, or to provide a loss reserve, until the requirement for mortgage insurance ends in accordance with any written agreement between Borrower and Lender or applicable law.

**9. Inspection.** Lender or its agent may make reasonable entries upon and inspections of the Property. Lender shall give Borrower notice at the time of or prior to an inspection specifying reasonable cause for the inspection.

**10. Condemnation.** The proceeds of any award or claim for damages, direct or consequential, in connection with any condemnation or other taking of any part of the Property, or for conveyance in lieu of condemnation, are hereby assigned and shall be paid to Lender.

In the event of a total taking of the Property, the proceeds shall be applied to the sums secured by this Security Instrument, whether or not then due, with any excess paid to Borrower. In the event of a partial taking of the Property in which the fair market value of the Property immediately before the taking is equal to or greater than the amount of the sums secured by this Security Instrument immediately before the taking, unless Borrower and Lender otherwise agree in writing, the sums secured by this Security Instrument shall be reduced by the amount of the proceeds multiplied by the following fraction: (a) the total amount of the sums secured immediately before the taking, divided by (b) the fair market value of the Property immediately before the taking. Any balance shall be paid to Borrower. In the event of a partial taking of the Property in which the fair market value of the Property immediately before the taking is less than the amount of the sums secured immediately before the taking, unless Borrower and Lender otherwise agree in writing or unless applicable law otherwise provides, the proceeds shall be applied to the sums secured by this Security Instrument whether or not the sums are then due.

If the Property is abandoned by Borrower, or if, after notice by Lender to Borrower that the condemnor offers to make an award or settle a claim for damages, Borrower fails to respond to Lender within 30 days after the date the notice is given, Lender is authorized to collect and apply the proceeds, at its option, either to restoration or repair of the Property or to the sums secured by this Security Instrument, whether or not then due.

Unless Lender and Borrower otherwise agree in writing, any application of proceeds to principal shall not extend or postpone the due date of the monthly payments referred to in paragraphs 1 and 2 or change the amount of such payments.

**11. Borrower Not Released; Forbearance By Lender Not a Waiver.** Extension of the time for payment or modification of amortization of the sums secured by this Security Instrument granted by Lender to any successor in interest of Borrower shall not operate to release the liability of the original Borrower or Borrower's successors in interest. Lender shall not be required to commence proceedings against any successor in interest or refuse to extend time for payment or otherwise modify amortization of the sums secured by this Security Instrument by reason of any demand made by the original Borrower or Borrower's successors in interest. Any forbearance by Lender in exercising any right or remedy shall not be a waiver of or preclude the exercise of any right or remedy.

**12. Successors and Assigns Bound; Joint and Several Liability; Co-signers.** The covenants and agreements of this Security Instrument shall bind and benefit the successors and assigns of Lender and Borrower, subject to the provisions of paragraph 17. Borrower's covenants and agreements shall be joint and several. Any Borrower who co-signs this Security Instrument but does not execute the Note: (a) is co-signing this Security Instrument only to mortgage, grant and convey that Borrower's interest in the Property under the terms of this Security Instrument; (b) is not personally obligated to pay the sums secured by this Security Instrument; and (c) agrees that Lender and any other Borrower may agree to extend, modify, forbear or make any accommodations with regard to the terms of this Security Instrument or the Note without that Borrower's consent.

**13. Loan Charges.** If the loan secured by this Security Instrument is subject to a law which sets maximum loan charges, and that law is finally interpreted so that the interest or other loan charges collected or to be collected in connection with the loan exceed the permitted limits, then: (a) any such loan charge shall be reduced by the amount necessary to reduce the charge to the permitted limit; and (b) any sums already collected from Borrower which exceeded permitted limits will be refunded to Borrower. Lender may choose to make this refund by reducing the principal owed under the Note or by making a direct payment to Borrower. If a refund reduces principal, the reduction will be treated as a partial prepayment without any prepayment charge under the Note.

**14. Notices.** Any notice to Borrower provided for in this Security Instrument shall be given by delivering it or by mailing it by first class mail unless applicable law requires use of another method. The notice shall be directed to the Property Address or any other address Borrower designates by notice to Lender. Any notice to Lender shall be given by first class mail to Lender's address stated herein or any other address Lender designates by notice to Borrower. Any notice provided for in this Security Instrument shall be deemed to have been given to Borrower or Lender when given as provided in this paragraph.

**15. Governing Law; Severability.** This Security Instrument shall be governed by federal law and the law of the jurisdiction in which the Property is located. In the event that any provision or clause of this Security Instrument or the Note conflicts with applicable law, such conflict shall not affect other provisions of this Security Instrument or the Note which can be given effect without the conflicting provision. To this end the provisions of this Security Instrument and the Note are declared to be severable.

**16. Borrower's Copy.** Borrower shall be given one conformed copy of the Note and of this Security Instrument.



**17. Transfer of the Property or a Beneficial Interest in Borrower.** If all or any part of the Property or any interest in it is sold or transferred (or if a beneficial interest in Borrower is sold or transferred and Borrower is not a natural person) without Lender's prior written consent, Lender may, at its option, require immediate payment in full of all sums secured by this Security Instrument. However, this option shall not be exercised by Lender if exercise is prohibited by federal law as of the date of this Security Instrument.

If Lender exercises this option, Lender shall give Borrower notice of acceleration. The notice shall provide a period of not less than 30 days from the date the notice is delivered or mailed within which Borrower must pay all sums secured by this Security Instrument. If Borrower fails to pay these sums prior to the expiration of this period, Lender may invoke any remedies permitted by this Security Instrument without further notice or demand on Borrower.

**18. Borrower's Right to Reinstate.** If Borrower meets certain conditions, Borrower shall have the right to have enforcement of this Security Instrument discontinued at any time prior to the earlier of: (a) 5 days (or such other period as applicable law may specify for reinstatement) before sale of the Property pursuant to any power of sale contained in this Security Instrument; or (b) entry of a judgment enforcing this Security Instrument. Those conditions are that Borrower: (a) pays Lender all sums which then would be due under this Security Instrument and the Note as if no acceleration had occurred, (b) cures any default of any other covenants or agreements; (c) pays all expenses incurred in enforcing this Security Instrument, including, but not limited to, reasonable attorneys' fees; and (d) takes such action as Lender may reasonably require to assure that the lien of this Security Instrument, Lender's rights in the Property and Borrower's obligation to pay the sums secured by this Security Instrument shall continue unchanged. Upon reinstatement by Borrower, this Security Instrument and the obligations secured hereby shall remain fully effective as if no acceleration had occurred. However, this right to reinstate shall not apply in the case of acceleration under paragraph 17.

**19. Sale of Note; Change of Loan Servicer.** The Note or a partial interest in the Note (together with this Security Instrument) may be sold one or more times without prior notice to Borrower. A sale may result in a change in the entity (known as the "Loan Servicer") that collects monthly payments due under the Note and this Security Instrument. There also may be one or more changes of the Loan Servicer unrelated to a sale of the Note. If there is a change of the Loan Servicer, Borrower will be given written notice of the change in accordance with paragraph 14 above and applicable law. The notice will state the name and address of the new Loan Servicer and the address to which payments should be made. The notice will also contain any other information required by applicable law.

**20. Hazardous Substances.** Borrower shall not cause or permit the presence, use, disposal, storage, or release of any Hazardous Substances on or in the Property. Borrower shall not do, nor allow anyone else to do, anything affecting the Property that is in violation of any Environmental Law. The preceding two sentences shall not apply to the presence, use, or storage on the Property of small quantities of Hazardous Substances that are generally recognized to be appropriate to normal residential uses and to maintenance of the Property.

Borrower shall promptly give Lender written notice of any investigation, claim, demand, lawsuit or other action by any governmental or regulatory agency or private party involving the Property and any Hazardous Substance or Environmental Law of which Borrower has actual knowledge. If Borrower learns, or is notified by any governmental or regulatory authority, that any removal or other remediation of any Hazardous Substance affecting the Property is necessary, Borrower shall promptly take all necessary remedial actions in accordance with Environmental Law.

As used in this paragraph 20, "Hazardous Substances" are those substances defined as toxic or hazardous substances by Environmental Law and the following substances: gasoline, kerosene, other flammable or toxic petroleum products, toxic pesticides and herbicides, volatile solvents, materials containing asbestos or formaldehyde, and radioactive materials. As used in this paragraph 20, "Environmental Law" means federal laws and laws of the jurisdiction where the Property is located that relate to health, safety or environmental protection.

**NON-UNIFORM COVENANTS.** Borrower and Lender further covenant and agree as follows:

**21. Acceleration; Remedies.** Lender shall give notice to Borrower prior to acceleration following Borrower's breach of any covenant or agreement in this Security Instrument (but not prior to acceleration under paragraph 17 unless applicable law provides otherwise). The notice shall specify: (a) the default; (b) the action required to cure the default; (c) a date, not less than 30 days from the date the notice is given to Borrower, by which the default must be cured; and (d) that failure to cure the default on or before the date specified in the notice may result in acceleration of the sums secured by this Security Instrument and sale of the Property. The notice shall further inform Borrower of the right to reinstate after acceleration and the right to bring a court action to assert the non-existence of a default or any other defense of Borrower to acceleration and sale. If the default is not cured on or before the date specified in the notice, Lender, at its option, may require immediate payment in full of all sums secured by this Security Instrument without further demand and may invoke the power of sale and any other remedies permitted by applicable law. Lender shall be entitled to collect all expenses incurred in pursuing the remedies provided in this paragraph 21, including, but not limited to, reasonable attorneys' fees and costs of title evidence.

**22. Release.** Upon payment of all sums secured by this Security Instrument, Lender shall release this Security Instrument without charge to Borrower. Borrower shall pay any recordation costs.

23. **Waivers.** Borrower waives all rights of homestead exemption in the Property and relinquishes all rights of curtesy and dower in the Property.

**24. Riders to this Security Instrument.** If one or more riders are executed by Borrower and recorded together with this Security Instrument, the covenants and agreements of each such rider shall be incorporated into and shall amend and supplement the covenants and agreements of this Security Instrument as if the rider(s) were a part of this Security Instrument.  
[Check applicable box(es)]

☐ Adjustable Rate Rider  
☐ Graduated Payment Rider  
☐ Balloon Rider  
☐ V.A. Rider

☐ Condominium Rider  
☐ Planned Unit Development Rider  
☐ Rate Improvement Rider  
☒ Other(s) [specify]  
**CONSTRUCTION LOAN RIDER**

☐ 1-4 Family Rider  
☐ Biweekly Payment Rider  
☐ Second Home Rider

BY SIGNING BELOW, Borrower accepts and agrees to the terms and covenants contained in this Security Instrument and in any rider(s) executed by Borrower and recorded with it.

Witnesses: \_\_\_\_\_

Russell S. Roberts (Seal)  
 \_\_\_\_\_ Borrower

Tate H. Roberts (Seal)  
TATE H. ROBERTS - Borrower

\_\_\_\_ (Seal) \_\_\_\_\_ (Seal)  
Borrower Borrower

**STATE OF ALABAMA,**

**County ss:**

On this **28TH** day of **DECEMBER**, 1998, I,

On this 28TH day of DECEMBER, 1990, I, \_\_\_\_\_, a Notary Public in and for said county and in said state, hereby certify that  
**RUSSELL S. ROBERTS AND TATE H. ROBERTS, HUSBAND AND WIFE**

foregoing conveyance, and who of the conveyance, <sup>and</sup> he executed the same voluntarily and as <sup>known to me, acknowledged before me that, being informed of the contents</sup> ~~the~~ act on the day the same bears date.

Given under my hand and seal of office this <sup>28th</sup> day of <sup>December</sup> 1958.

**My Commission Expires:**

This instrument was prepared by  
**LOAN NO. 98-288-538**  
 (241) -68(AL) (9212).01

**Notary Public**

PARCEL BOUNDARY AND HOUSE SURVEY CERTIFICATE

STATE OF ALABAMA)  
SHELBY COUNTY)

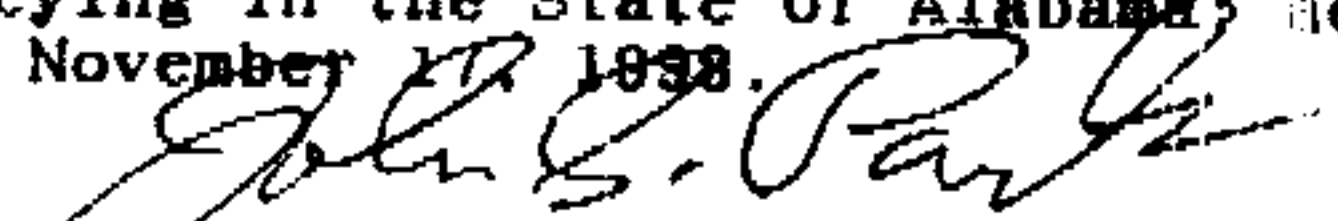
I, John S. Parks, a Professional Land Surveyor, do hereby certify that the plat or map hereon is to the best of my professional knowledge and belief an accurate representation of a parcel boundary and house survey performed by me. I further certify that there are no visible encroachments by buildings located on the premises; that there are no encroachments by rights-of-way, easements, or joint driveways over or across said land visible on the surface except as shown; that there are no visible electric or telephone wires or structures therefor (excluding wires that serve the premises only) on or over said premises except as shown. The land surveyed is as follows:

A tract of land in the N 1/2 of the NW 1/4 of Section 4, Township 20 South, Range 1 East, containing 2.157 acres, more or less, and being more particularly described as follows: Commence at the NE corner of said N 1/2 of NW 1/4, a 1" open pipe found, and run thence southerly along the east boundary line of said quarter section 651.14 feet to a 1/2" yellow capped iron pin found on the south line of the easement for Charob Lake Trail, a 60 foot wide public road and the Point of Beginning; thence continue previous course along the east boundary of said quarter section 661.44 feet to a 5/8" iron pin found; thence 88°45'31" right and run westerly 113.97 feet to a 1/2" yellow capped iron pin set; thence right 91°15'15" and run northerly 353.78 feet to a 1/2" yellow capped iron pin set; thence left 37°27'56" and run northwesterly 116.43 feet to a 1/2" yellow capped iron pin set; thence 37°36'30" right and run northerly 215.00 feet to a 1/2" yellow capped iron pin set on the southerly line of said Charob Lake Trail; thence right 89°06'34" and run easterly along and with said road right-of-way line 185.00 feet to the Point of Beginning, making a closing left interior angle of 89°05'54". The land is subject to any and all easements, rights-of-way, limitations and/or restrictions of probated record or applicable law, including but not limited to the following:

Easement to the property owner adjacent to the east boundary for his driveway access:

Commence at the NE corner of said N 1/2 of NW 1/4, a 1" open pipe found, and run thence southerly along the east boundary line of said quarter section 651.14 feet to a 1/2" yellow capped iron pin found on the south line of Charob Lake Trail, a 60 foot wide public road and the Point of Beginning; thence continue previous course southerly along the east boundary of said quarter section 250 feet to the Point of Beginning of an easement 10 feet in width lying west of the quarter section line; thence continue previous course southerly 60 feet to the end of said easement.

I have consulted the Federal Emergency Management Agency's Flood Insurance Rate Map Panel No. 010191 0080 and have found that the land surveyed lies in Zone "C", areas of minimal flooding and is not within the 100-year flood limits. I certify that all parts of this survey and drawing have been prepared in compliance with the Minimum Technical Standards for the Practice of Land Surveying in the State of Alabama according to my survey this day, November 17, 1998.

  
John S. Parks, P.E. & L.S., Alabama No. 12579  
5008 Mineola Lane  
Birmingham, Alabama 35244  
Tel. No. (205)988-5624

File No. 98-023    Buyer:    Fielding and Anne Pierce  
                         Seller:    Russell and Tate Roberts  
Address:    355 Highway 338, Chelsea, Alabama 35043.  
Date of field work:    Nov. 11 thru 17, 1998.





**CONSTRUCTION LOAN RIDER**

THIS CONSTRUCTION LOAN RIDER is made this 28TH day of DECEMBER, 1998, and is incorporated into and shall be deemed to amend and supplement the Mortgage, Deed of Trust, or Security Deed (the "Security Instrument") of the same date, given by the undersigned (the "Borrower") to secure the Borrower's promissory note to WOODLAND CAPITAL CORPORATION (the "Lender") of the same date (together with the Construction Note Addendum attached thereto, the "Note") and covering the property described in the Security Instrument (the "Property") and located at:

356 COUNTY ROAD 338  
CHELSEA, ALABAMA 35043

(Property Address)

**SEE ATTACHED LEGAL DESCRIPTION**

(Legal Description)

**ADDITIONAL COVENANTS.** In addition to the covenants and agreements contained in the Security Instrument, the Borrower and the Lender further covenant and agree as follows (despite anything to the contrary contained in the Security Instrument or the Note):

**1. CONDITIONAL RIGHT TO CONVERT AND MODIFY LOAN**

Currently, improvements are being constructed and/or it is anticipated that improvements will be constructed on the Property. At the completion of construction of all improvements on the Property, if such completion occurs on or before 06/28/99 (the "Condition Date") and if all the conditions to conversion specified in Section 2 below have been satisfied, I will be able to modify the Security Instrument to reflect the terms of a "permanent" mortgage loan of a loan type available from the Lender, which I select and for which I am eligible in accordance with the Lender's underwriting guidelines. In connection with any such modification, the interest rate on the Note will be modified to be a rate of interest (the "Modified Note Rate") set by the Lender at the time of its commitment to modify the loan, and the availability of the Modified Note Rate will be subject to the length of the interest rate commitment given to me by the Lender. If the conditions listed in Section 2 below are not met by the Condition Date, I understand that neither the Lender nor any other holder of the Note (the "Note Holder") will be under any obligation to modify the Note or the Security Instrument and that I will have to repay the Note from my own resources or find a lender willing to lend me the money to repay the Note.

**2. CONDITIONS TO CONVERSION**

In order to modify the Note and Security Instrument to reflect "permanent" mortgage loan terms as described in Section 1 above, each of the following conditions must have been fulfilled to the written satisfaction of the Note Holder, in such Note Holder's sole discretion, on or before the Condition Date:

- \* I must still be the owner and occupant of the property securing the Note (the "Property").
- \* All interest accrued on the Note through the date of modification must have been paid in full, and I cannot have been more than 30 days late on any interest payment preceding the date of modification.



**LOAN NO. 98-288-538**

- \* No lien against the Property other than that of the related [Mortgage/Deed of Trust/Security Deed] (the "Security Instrument") may exist, as shown by title insurance documentation acceptable to the Lender and the Note Holder.
- \* The building and all on-site improvements on the Property must have been fully completed in accordance with the plans and specifications submitted to the Lender and in compliance with all applicable laws, regulations and ordinances, as certified by the Lender's or the Note Holder's inspector, and a certificate of occupancy shall have been issued with respect to the Property.
- \* No material adverse change in my employment or financial condition or prospects shall have occurred, and no event shall have occurred which shall have materially and adversely affected my creditworthiness.
- \* All documentation reasonably required by the Lender or the Note Holder shall have been obtained, including, without limitation, hazard and flood (if required) insurance documentation.
- \* I must have delivered an estoppel certificate stating all improvements on the Property have been constructed in a good and workmanlike manner, with no defaults by the builder.
- \* Appraisal of the Property must be satisfactory to the Lender and the Note Holder.
- \* Compliance with any other reasonable requirements of the Lender and the Note Holder.

**3. MODIFIED PAYMENT AMOUNT**

If the Note is modified as described in Section 1 above, I will make monthly payments of principal and interest thereafter, in accordance with the payment terms set forth in the Note as modified, supplemented or amended.

The Note Holder will determine the amount of the monthly payment that will be sufficient to repay in full (a) the unpaid principal, plus (b) accrued but unpaid interest, plus (c) all other sums I owe under the Note and Security Instrument on the date of modification (assuming my monthly payments are then current), over the term of the modified Note at the Modified Note Rate in equal monthly payments. The result of this calculation will be the amount of my modified principal and interest payments every month until the modified Note is fully paid.

**4. ACCELERATION IF CONSTRUCTION NOT COMPLETED**

In the event construction is not completed on the Property covered by this Construction Loan Rider on or before the Condition Date, or if work on the improvements being constructed on such Property shall cease for a period of 30 days then, at the Note Holder's option, all advances plus accrued interest and penalties (if any) shall become immediately due and payable, and/or the Note Holder may enter into and upon the Property and complete the improvements to the satisfaction of the Note Holder with all the resulting costs and changes added to the principal amount of the Note. All costs associated with the Security Instrument, Construction Loan Rider, and Note are to be paid by me.

**5. CONSTRUCTION WITH SECURITY INSTRUMENT**

This Construction Loan Rider is not intended to, and shall not abrogate or otherwise change the terms of the Security Instrument except to the extent specifically set forth herein.

**6. THIS CONSTRUCTION LOAN RIDER WILL BECOME NULL AND VOID AT THE TIME THE NOTE AND SECURITY INSTRUMENT ARE MODIFIED AS DESCRIBED IN SECTION 1 ABOVE OR AT THE TIME THE LOAN IS SOLD IN WHOLE OR IN PART TO ANY ENTITY OTHER THAN RESIDENTIAL FUNDING CORPORATION.**



LOAN NO. 98-288-538

BY SIGNING BELOW, Borrower accepts and agrees to the terms and covenants contained in this Construction Loan Rider.

  
\_\_\_\_\_  
RUSSELL S. ROBERTS

(SEAL)  
-Borrower

  
\_\_\_\_\_  
TATE H. ROBERTS

(SEAL)  
-Borrower

\_\_\_\_\_  
(SEAL)  
-Borrower

Inst # 1999-00926

01/07/1999-00926  
01:45 PM CERTIFIED  
SHELBY COUNTY JUDGE OF PROBATE  
011 SNA 221.00

\_\_\_\_\_  
(SEAL)  
-Borrower

STATE OF ALABAMA

COUNTY Jefferson

)  
SS:  
)

On this 28<sup>th</sup> day of December, 1998, before me appeared Russell S. Roberts + wife Tate H. Roberts personally known to be the person(s) described in and who executed the foregoing instrument and acknowledged that they executed the same as their free act and deed.

\_\_\_\_\_  
Notary Public

My Commission expires:

9/24/2000

This instrument was drafted by: