

STATE OF ALABAMA)
SHELBY COUNTY)

SUBORDINATION AGREEMENT

THIS AGREEMENT is made and entered into on this 25TH day of AUGUST, 1999, by HOUSEHOLD FINANCE CORPORATION OF ALABAMA (hereinafter referred to as "Mortgagee") in favor of NORWEST MORTGAGE, INC, (hereinafter referred to as "Mortgage Company"), its successors and assigns.

WITNESSETH:

WHEREAS, Mortgagee did loan to MARTIN J. SIMS AND CAROL J. SIMS, HUSBAND AND WIFE, (the "Borrower", whether one or more) the sum of ELEVEN THOUSAND DOLLARS (\$11,000.00) which loan is secured by a mortgage dated FEBRUARY 6, 1996, (hereinafter "the Mortgage") executed by Borrower in favor of Mortgagee, recorded in INSTRUMENT #1996-4199, in the Office of the Judge of Probate of Shelby County, Alabama, covering the property further described as follows:

Lots 11, 12, 25, 26 and 27, according to the map and survey of Brothers Addition to the Town of Wilsonville, Alabama, situated in Section 7, Township 21 South, Range 2 East, as recorded in Map Book 4, Page 59; Less and except the west 50 feet of uniform width of Lot 11 and Lot 25 situated in Shelby County, Alabama.

WHEREAS, Borrower has requested the Mortgage Company lend to it the sum of Fifty-Six Thousand Three Hundred Ninety AND NO/100 DOLLARS (\$56,390.00) (the "Loan"), such Loan to be evidenced by a Promissory Note in such amount executed by Borrower in favor of the Mortgage Company and secured by a Mortgage of even date therewith (the "Mortgage Company Mortgage") covering the property described herein; and

WHEREAS, the Mortgage Company has agreed to make a loan to Borrower, if, but only if, the Mortgage Company Mortgage shall be and remain a lien or charge upon the property covered thereby prior and superior to the lien or charge of the Mortgagee on the terms set forth below and provided that the Mortgagee will specifically and unconditionally subordinate the lien or charge of the Mortgage to the lien or charge of the Mortgage Company Mortgage on the terms set forth below.

NOW, THEREFORE, in consideration of Fifty Dollars and in consideration of the premises and for other good and valuable consideration, the receipt and sufficiency of all which is hereby acknowledged, and in order to induce the Mortgage Company to make the Loan above referred to, Mortgagee agrees as follows:

1. The Mortgage Company Mortgage and the Note secured by the Mortgage Company Mortgage and the debt evidenced by such Note and any and all renewals and extensions thereof, or of any part thereof, and all interest payable on all said debt and on any and all renewals and extensions shall be and remain at all times a liens or charge on the property covered by the Mortgage Company Mortgage, prior and superior to the lien or charge to the Mortgagee.

2. Mortgagee acknowledges that it intentionally waives, relinquishes, and subordinates the priority and superiority of the lien of charge of the Mortgagee in favor of the lien or charge of the Mortgage Company Mortgage, and that it understands that, in reliance upon and in consideration of the waiver, relinquishment,

09/09/1999-37878
10:57 AM CERTIFIED
SHELBY COUNTY JUDGE OF PROBATE

002 100

11.00

Inst # 1999-37878

and subordination, specific loans and advances are being and will be made, and, as part and parcel thereof, specific monetary and other obligations are being and will be entered into by the Mortgage Company which would not be made or entered into but for such reliance upon this waiver, relinquishment and subordination.

3. This agreement contains the entire agreement between the parties hereto as to the loan secured by the Mortgage and the Loan secured by the Mortgage Company Mortgage, as to the priority thereof, and there are no agreements, written or oral, outside or separate from this agreement, and all prior negotiations are merged into this agreement.

4. This agreement shall be binding upon the Mortgagee, its successors and assigns and shall inure to the benefit of the Mortgage Company, its successors and assigns.

5. No waiver shall be deemed to be made by the Mortgage Company of any of its rights hereunder unless the same shall be in writing signed on behalf of the Mortgage Company, and each such waiver, if any, shall be a waiver only with respect to the specific instance involved and shall in no way impair the rights of the Mortgage Company or the obligations of the Borrower to the Mortgage Company hereunder in any other respect at any other time.

IN WITNESS WHEREOF, the Mortgagee has caused this instrument to be executed by its duly authorized officer on the day and date first set forth above.

ATTEST:

HOUSEHOLD FINANCE CORPORATION OF ALABAMA

Meza T. Medza
(ITS: ASST Secretary)

T. Lacy
(ITS: T. Lacy Vice president)

Inst # 1999-37878

ACKNOWLEDGEMENT

STATE OF ILLINOIS
Dupage COUNTY

09/09/1999-37878
10:57 AM CERTIFIED
DEPT. CLERK JERRY J. HARRIS
09/09/1999

I, the undersigned, a Notary Public in and for said County, in said State, hereby certify that T. Lacy, whose name as vice president of HOUSEHOLD FINANCE CORPORATION OF ALABAMA, 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 25th day of August, 1999.

Terrence J. Hardy
NOTARY PUBLIC

My Commission Expires: 3/5/03

