

REAL ESTATE MORTGAGE

STATE OF ALABAMA, County of SHELBY

This Mortgage made and entered into on this the 31ST day of JULY, 2000, by and between the undersigned, GOTHARD, SHELDON WAYNE AND WIFE, LORRI GOTHARD, hereinafter called Mortgagors, and

FIRST FAMILY FINANCIAL SERVICES, INC.

a corporation organized and existing under the laws of the State of Alabama, hereinafter called "Corporation";

WITNESSETH: WHEREAS, Mortgagors are justly indebted to Corporation in the sum of NINE THOUSAND FOUR
HUNDRED FORTY-ONE DOLLARS AND 50/100- - - - - Dollars (\$ 9441.50),
together with interest at the rate provided in the loan agreement of even date herewith which is secured by this Mortgage.

NOW, THEREFORE, FOR AND IN CONSIDERATION of the sum of \$1.00 to the Mortgagors, cash in hand paid, the receipt of which is hereby acknowledged and for the purpose of securing the payment of the above-described loan agreement and the payment and performance of all the covenants and agreements hereinafter stated, the Mortgagors do hereby grant, bargain, sell and convey unto Corporation that property situated in the County of SHELBY State of Alabama, described as follows, to wit:

" " SEE EXHIBIT A AND B " "

Inst # 2000-26496

08/07/2000-26496

08:59 AM CERTIFIED

SHELBY COUNTY JUDGE OF PROBATE

005 MMS 32.75

TO HAVE AND TO HOLD the above described property, together with all and singular, the rights, privileges, tenements, appurtenances and improvements unto said Corporation, its successors and assigns forever. And Mortgagors do hereby warrant, covenant, and represent unto Corporation, its successors and assigns, that they are lawfully seized of the above described property in fee, have a good and lawful right to sell and convey said property, and shall forever defend the title to said property against the lawful claims and demands of all persons whomsoever, and that said real property is free and clear from all encumbrances except CONSECO

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| | RETENTION COPY (1) |

Mortgagors warrant and covenant that all payments, conditions and provisions made and provided for in any prior encumbrances and/or other liens prior hereto, hereinafter collectively called "prior liens," shall be performed promptly when due, but if Mortgagors suffer or permit default under any prior lien, then such shall constitute a default hereunder and Corporation may, at its option and without notice, declare the indebtedness secured hereunder immediately due and payable, whether due according to its face or not, and commence proceedings for the sale of the above described property in accordance with the provisions herein made. If default is suffered or permitted under any prior lien, then Corporation may cure such default by making such payments, or performing otherwise as the holder of the prior lien may permit, or Corporation may purchase or pay in full such prior lien, and all sums so expended by Corporation, shall be secured hereunder or under such prior lien instruments; provided however, such payment, performance and/or purchase of the prior lien by Corporation shall not for the purpose of this instrument be construed as satisfying the defaults of Mortgagors under said prior lien.

Included in this conveyance is all heating, plumbing, air conditioning, lighting fixtures, doors, windows, screens, storm windows or sashes, shades, and other fixtures now attached to or used in connection with the property described above.

Unless prohibited under state law, as additional security, Mortgagor hereby gives to and confers upon Mortgagee the right, power, and authority, during the continuance of this mortgage agreement, to collect the rents, issues, and profits of said property, reserving unto Mortgagor the right, prior to any default by Mortgagor in payment of any indebtedness secured hereby or in performance of any agreement hereunder, to collect and retain such rents, issues and profits as they become due and payable. Upon any such default, Mortgagee, upon giving written notification to the Mortgagor or his successors, etc., may either in person, by agent, or by a receiver to be appointed by a court, and without regard to the adequacy of any security for the indebtedness hereby secured, enter upon and take possession of said property or any part thereof, in his own name, sue for or otherwise collect such rents, issues and profits, including those past due and unpaid, and apply the same, less allowable expenses of collection of such rents, issues and profits, and the application thereof aforesaid, shall not cure or waive any default or notice of default hereunder or invalidate any act done pursuant to such notice.

Mortgagors promise to pay all taxes and assessments now or hereafter levied on the above described property promptly when due.

Unless otherwise agreed herein, Mortgagors promise to procure, maintain, keep in force and pay for, insurance on all improvements now or hereafter erected on the above described real estate, insuring same against loss or damage by fire, windstorm, and other casualties normally insured against, in such sums, with such insurers, and in an amount approved by the Corporation, as further security for the said mortgage debt, and said insurance policy or policies, with mortgage clause in favor of, and in form satisfactory to, the Corporation, and delivered to said Corporation, with all premiums thereon paid in full. If Mortgagors fail to provide insurance, they hereby authorize Corporation to insure or renew insurance on said property in a sum not exceeding the amount of Mortgagors' indebtedness for a period not exceeding the term of such indebtedness and to charge Mortgagors with the premium thereon, or to add such premium to Mortgagors' indebtedness. If Corporation elects to waive such insurance Mortgagors agree to be fully responsible for damage or loss resulting from any cause whatsoever. Mortgagors agree that any sums advanced or expended by Corporation for the protection or reservation of the property shall be repaid upon demand and if not so paid shall be secured hereby. In the event of loss or damage to the property, it is agreed that the amount of loss or damage recoverable under said policy or policies of insurance shall be paid to the Corporation and Corporation is hereby empowered in the name of Mortgagors to give full acquittal for the amount paid and such amount shall be credited to the installments to become due on the loan agreement in inverse order, that is, satisfying the final maturing installments first and if there be an excess, such excess shall be paid by Corporation to Mortgagors; but in the event such payments are not sufficient to satisfy in full the debt secured hereby, such payment shall not relieve the Mortgagors of making the regular monthly installments as same become due. Provided, however, insurance on improvements shall not be required unless the value thereof is \$300.00 or more and the amount financed, exclusive of insurance charges, is \$300.00 or more.

But this covenant is upon this condition: That if Mortgagors pay or cause to be paid to Corporation the loan agreement above described, and shall keep and perform as required of Mortgagors hereunder, then this covenant shall be void.

But if Mortgagors fail to pay promptly when due any part of said loan agreement, or fail to pay said taxes or fail to pay for and keep in force insurance as agreed or fail to promptly pay and keep current any prior lien, or fail to perform any other covenant hereof, or if all or part of the property is sold or transferred by Mortgagors without Corporation's prior written consent, then or in any of these events, Corporation is hereby authorized to declare the entire indebtedness secured hereunder, immediately due and payable without notice or demand, and take possession of the property above described (or without taking such possession), and after giving three (3) weeks' notice of the time, place and terms of sale by advertisement once a week successively in some newspaper published in the county wherein the land lies, may sell the same at public auction to the highest bidder for cash in front of the court house door of said county, and may execute title to the purchaser or purchasers and devote the proceeds of said sale to the payment of the indebtedness secured, and if there be proceeds remaining after satisfying in full said debt, same shall be paid to Mortgagors or their order.

In the event of a sale under the power conferred by this Mortgage, Corporation shall have the right and it is hereby authorized to purchase said property at such sale. In the event the above described property is sold under this Mortgage, the auctioneer making such sale or the Probate Judge of said County and State wherein the land lies, is hereby empowered and directed to make and execute a deed to the purchasers of same and the Mortgagors herein covenant and warrant the title so made against the lawful claims and demands of all persons whomsoever.

In the event any prior lien is foreclosed and such foreclosure proceedings bring an amount sufficient to pay in full said prior lien and there remains an excess sum payable to Mortgagors, then Mortgagors do hereby assign their interest in and to said fund to Corporation and the holder of said excess fund is hereby authorized and directed to pay same directly over to Corporation without including the name of Mortgagors in said payment and a receipt by Corporation shall be as binding on Mortgagors as if Mortgagors had signed same themselves and Mortgagors further relieve the party paying said sum to Corporation, of the necessity of seeing to the application of said payment.

In the event of sale of the property above described under and by virtue of this instrument, Mortgagors and all persons holding under them shall be and become the tenants at will of the purchaser of the property hereunder, from and after the execution and delivery of a deed to such purchaser, with said tenants to be terminated at the option of said purchaser without notice, and Mortgagors and all persons holding under or through Mortgagors removed by proper court proceedings.

In the event the premises or any part thereof are taken under the power of eminent domain, the entire award shall be paid to Corporation and credited to the installments to become due on said loan agreement in inverse order, that is, satisfying the final maturing installments first, and the Corporation is hereby empowered in the name of the Mortgagors, or their assigns, to receive and give acquittance for any such award or judgment whether it be joint or several.

LEGAL DESCRIPTION:

""EXHIBIT A""

THE FOLLOWING DESCRIPTION CORRECTS THE DESCRIPTION CONTAINED IN DEED BOOK 183, PAGE 217 IN THE OFFICE OF THE JUDGE OF PROBATE OF SHELBY COUNTY, ALABAMA.

BEGIN AT A POINT 333.0 FEET NORTH OF THE SOUTHWEST CORNER OF THE SOUTHEAST QUARTER OF THE SOUTHWEST QUARTER OF SECTION 14, TOWNSHIP 21, RANGE 3 WEST AT AN IRON STAKE ON NORTH SIDE OF SMOKEY ROAD AND RUN EASTWARD ALONG SAID ROAD 840.0 FEET TO POINT OF BEGINNING OF PARCEL OF LAND HEREIN CONVEYED, AND RUN NORTH 420.0 FEET; THENCE EAST 210 FEET MORE OR LESS TO A POINT, THENCE SOUTH 420.0 FEET MORE OR LESS, TO THE NORTH BOUNDARY OF SMOKEY ROAD; THENCE WEST ALONG SAID ROAD 210.0 FEET TO POINT OF BEGINNING, AND SITUATED IN THE SOUTHEAST QUARTER OF THE SOUTHWEST QUARTER OF SECTION 14, TOWNSHIP 21, RANGE 3 WEST IN SHELBY COUNTY, ALABAMA, AS RECORDED IN DEED BOOK 183, PAGE 217 IN THE OFFICE OF THE JUDGE OF PROBATE, SHELBY COUNTY, ALABAMA.

ALSO BEGINNING 1050 FEET FROM WEST LINE ON SMOKEY ROAD TO THE SOUTHEAST QUARTER OF SOUTHWEST QUARTER, SECTION 14, TOWNSHIP 21, RANGE 3 WEST,

RUNNING EAST ALONG SAID SMOKEY ROAD 210 FEET, THENCE NORTH 420 FEET, THENCE WEST 210 FEET, THENCE SOUTH 420 FEET TO POINT OF BEGINNING ON SMOKEY ROAD, AS RECORDED IN DEED BOOK 128, PAGE 243 IN THE PROBATE OFFICE OF SHELBY COUNTY, ALABAMA.

SUBJECT TO EASEMENTS, RESERVATIONS, RESTRICTIONS AND RIGHTS OF WAY OF RECORD.

DEED LEGAL CONTAINS ERRORS. (SMOKY)

LESS AND EXCEPT: COMMENCE AT THE SOUTHWEST CORNER OF SOUTHEAST QUARTER OF SOUTHWEST QUARTER OF SECTION 14, TOWNSHIP 21 SOUTH, RANGE 3 WEST AND IN A NORTHERLY DIRECTION ALONG THE WEST LINE OF SAID QUARTER QUARTER SECTION RUN A DISTANCE OF 327.31 FEET TO THE NORTH RIGHT OF WAY LINE OF SMOKEY ROAD; THENCE TURN AN ANGLE OF 125 DEGREES 45 MINUTES TO THE RIGHT AND ALONG SAID RIGHT OF WAY LINE FOR A DISTANCE OF 207.83 FEET; THENCE TURN AN ANGLE OF 0 DEGREES 53 MINUTES TO THE LEFT ALONG SAID RIGHT OF WAY FOR A DISTANCE OF 4.58 FEET; THENCE TURN AN ANGLE OF 81 DEGREES 37 MINUTES TO THE LEFT ALONG THE WESTERLY BOUNDARY LINE OF THE JIM M LAWLEY PROPERTY FOR A DISTANCE OF 396.52 FEET; THENCE TURN AN ANGLE OF 29 DEGREES 42 MINUTES TO THE RIGHT FOR A DISTANCE OF 144.0 FEET; THENCE TURN AN ANGLE OF 6 DEGREES 56 MINUTES TO THE LEFT FOR A DISTANCE OF 207.63 FEET TO THE NORTHWEST CORNER OF THE ARLIN C ISBELL AND WIFE, PAULINE ISBELL PROPERTY, WHICH IS THE POINT OF BEGINNING OF THE LAND HEREIN DESCRIBED; THENCE TURN AN ANGLE OF 124 DEGREES 27 MINUTES TO THE RIGHT ALONG THE WEST BOUNDARY LINE OF SAID PROPERTY FOR A DISTANCE OF 210.84 FEET TO A POINT CONSTITUTING THE NORTHWEST CORNER OF THE LOT HERETOFORE CONVEYED GRANTEE HEREIN BY GUARANTY SAVINGS AND LOAN ASSOCIATION BY DEED RECORDED IN THE PROBATE OFFICE OF SHELBY COUNTY, ALABAMA IN DEED BOOK 240 PAGE 756, HEREIN AFTER CALLED ATKINS LOT; THENCE TURN AN ANGLE OF 117 DEGREES 36 MINUTES LEFT AND RUN THENCE NORTHEASTERLY ALONG THE NORTH BOUNDARY OF SAID ATKINS LOT 100 FEET; THENCE TURN AN ANGLE OF 117 DEGREES 36 MINUTES RIGHT AND RUN SOUTHERLY ALONG EAST BOUNDARY OF SAID ATKINS LOT 200 FEET TO POINT ON NORTH BOUNDARY OF SMOKEY ROAD; THENCE TURN AN ANGLE OF 117 DEGREES 36 MINUTES LEFT AND RUN NORTHEASTERLY ALONG SAID ROAD 34 FEET TO A POINT; THENCE TURN AN ANGLE OF 62 DEGREES 24 MINUTES LEFT AND RUN NORTHERLY, PARALLEL WITH SAID ATKINS LOT 410.84 FEET TO POINT ON NORTH BOUNDARY OF THE A.C. ISBELL AND PAULINE ISBELL PROPERTY WHICH POINT IS 134 FEET FROM BEGINNING POINT MEASURED ALONG NORTH BOUNDARY OF SAID ISBELL PROPERTY; THENCE RUN WESTERLY ALONG NORTH BOUNDARY OF SAID ISBELL PROPERTY 134 FEET TO POINT OF BEGINNING, AS RECORDED IN DEED BOOK 242 PAGE 55, PROBATE OFFICE, SHELBY COUNTY, ALABAMA.

LESS AND EXCEPT: COMMENCE AT THE SOUTHWEST CORNER OF THE SOUTHEAST QUARTER OF SOUTHWEST QUARTER OF SECTION 14, TOWNSHIP 21, SOUTH, RANGE 3 WEST AND IN A NORTHERLY DIRECTION ALONG THE WEST LINE OF SAID QUARTER-QUARTER RUN A DISTANCE OF 327.31 FEET TO THE NORTH RIGHT OF WAY LINE OF SMOKEY ROAD; THENCE TURN AN ANGLE OF 125 DEGREES 45 MINUTES TO THE RIGHT ALONG SAID RIGHT OF WAY LINE FOR A DISTANCE OF 207.83 FEET; THENCE TURN AN ANGLE OF 0 DEGREES 53 MINUTES TO THE LEFT ALONG SAID RIGHT OF WAY FOR A DISTANCE OF 4.58 FEET, THENCE TURN AN ANGLE OF 81 DEGREES 37 MINUTES TO THE LEFT ALONG THE WESTERLY BOUNDARY LINE OF THE JIM M LAWLEY PROPERTY FOR A DISTANCE OF 396.52 FEET; THENCE TURN AN ANGLE OF 29 DEGREES 42 MINUTES TO THE RIGHT FOR A DISTANCE OF 144.0 FEET; THENCE TURN AN ANGLE OF 6 DEGREES 56 MINUTES TO THE LEFT FOR A DISTANCE OF 207.63 FEET TO THE NORTHWEST CORNER OF THE ARLIN C ISBELL AND WIFE, PAULINE ISBELL PROPERTY, THENCE TURN AN ANGLE OF 124 DEGREES 27 MINUTES TO THE RIGHT ALONG THE WEST BOUNDARY LINE OF SAID PROPERTY FOR A DISTANCE OF 210.84 FEET TO THE POINT OF BEGINNING; THENCE CONTINUE ALONG THE SAME SAID COURSE FOR A DISTANCE OF 200.0 FEET TO THE NORTH RIGHT OF WAY LINE

""EXHIBIT B""

OF SMOKEY ROAD; THENCE TURN AN ANGLE OF 117 DEGREES 36 MINUTES TO THE LEFT ALONG SAID RIGHT OF WAY FOR A DISTANCE OF 100.0 FEET THENCE TURN AN ANGLE OF 62 DEGREES 24 MINUTES TO THE LEFT AND PARALLEL TO THE WEST LINE OF THE ABOVE SAID ISBELL PROPERTY FOR A DISTANCE OF 200.0 FEET; THENCE TURN AN ANGLE OF 117 DEGREES 36 MINUTES TO THE LEFT AND PARALLEL TO THE NORTH RIGHT OF WAY LINE OF SMOKEY ROAD FOR A DISTANCE OF 100.0 FEET TO THE POINT OF BEGINNING. SITUATED IN SHELBY COUNTY, ALABAMA.

LESS AND EXCEPT: COMMENCE AT THE SOUTHEAST CORNER OF THE SOUTHEAST QUARTER, SOUTHWEST QUARTER OF SECTION 14, TOWNSHIP 21 SOUTH, RANGE 3 WEST, SHELBY COUNTY, ALABAMA; THENCE NORTH 260 FEET TO AN IRON PIN ON THE NORTH RIGHT OF WAY OF A COUNTY PAVED ROAD; THENCE WEST ALONG SAID NORTH RIGHT OF WAY LINE 180 FEET TO AN IRON PIN WHICH IS THE POINT OF BEGINNING; THENCE NORTH 83 DEGREES 13 MINUTES 30 SECONDS WEST, ALONG SAID NORTH RIGHT OF WAY 35 FEET TO AN IRON PIN; THENCE NORTH 1 DEGREES 48 MINUTES 18 SECONDS EAST 83.31 FEET TO AN IRON PIN; THENCE NORTH 55 DEGREES 14 MINUTES 45 SECONDS WEST 107.03 FEET TO AN IRON PIN; THENCE NORTH 2 DEGREES 04 MINUTES 15 SECONDS EAST 271.04 FEET TO AN IRON PIN; THENCE SOUTH 90 DEGREES 00 MINUTES 00 SECONDS EAST 135 FEET TO AN IRON PIN; THENCE SOUTH 3 DEGREES 22 MINUTES 30 SECONDS WEST 420 FEET TO AN IRON PIN WHICH IS LOCATED ON THE NORTH RIGHT OF WAY OF A COUNTY PAVED ROAD AND ALSO THE POINT OF BEGINNING CONTAINING 1.0 ACRE, MORE OR LESS, PARCEL OF LAND LOCATED IN THE SOUTHEAST QUARTER OF SOUTHWEST QUARTER, SECTION 14, TOWNSHIP 21 SOUTH, RANGE 3 WEST, SHELBY COUNTY, ALABAMA.

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It is specifically agreed that time is of the essence of this contract and that no delay in enforcing any obligation hereunder or of the obligations secured hereby shall at any time hereafter be held to be a waiver of the terms hereof or of any of the instruments secured hereby.

If less than two join in the execution hereof as mortgagors, or may be of the feminine sex, the pronouns and related words herein shall be read as if written in singular or feminine respectively.

The covenants herein contained shall bind, and the benefits and advantages inured to, the respective heirs, successors and assigns of the parties named.

The parties have on this date entered into a separate Arbitration Agreement, the terms of which are incorporated herein and made a part hereof by reference.

IN WITNESS WHEREOF, the said mortgagors have hereunto set their hands and seals this the day and date first above written.

Sheldon Wayne Gothard (SEAL)
Lorri Gothard (SEAL)

STATE OF ALABAMA }
County of SHELBY

I, the undersigned authority, a Notary Public in and for said County and State aforesaid, hereby certify that SHELDON WAYNE
GOTHARD AND WIFE, LORRI GOTHARD

whose names are signed to the foregoing conveyance, and who are known to me, acknowledged before me on this day that, being informed on the contents of the conveyance, they executed the same voluntarily on the date the same bears date.

Given under my hand and official seal this 31ST day of JULY, 2000

My commission expires 8-12-2001
Sharon L. Baker
Notary Public

STATE OF ALABAMA }
County of _____

I, the undersigned authority, a Notary Public in and for said County and State aforesaid, hereby certify that _____
_____, whose name as _____ of the

_____, a corporation, is signed to the foregoing conveyance, and who is known to me, acknowledged before me on this date that, being informed of the contents of the conveyance, he, 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 _____ day of _____, _____

My commission expires _____

Notary Public