



THIS INSTRUMENT WAS PREPARED BY:

ROYCE WILLIS
600 N. 18th Street
BIRMINGHAM, AL. 35203
City/ State/ Zip Code

STATE OF ALABAMA)
COUNTY OF SHELBY)

SUBORDINATION OF RECORDED FINANCING STATEMENT (APCO)

Alabama Power Company, an Alabama corporation ("APCO"), for good and valuable consideration, hereby acknowledges and agrees that its lien and security interest evidenced and secured by that certain UCC-1 financing statement bearing file number 2002-04499 01 showing WILLIAM DAVID BARR as Debtor (the "Debtor," whether one or more) recorded in the office of the Judge of Probate of SHELBY County, Alabama (the "Financing Statement"), shall be and hereby is subordinate in right of priority to the lien of that certain mortgage from the Debtor to A.B.N. AMRO Mortgage Group Inc. (the "Mortgagee"), recorded in the office of the Judge of SHELBY County, Alabama at Book 20021107000553364 Page (the "Mortgage"); provided, however, that such subordination shall be effective only to the extent that the Mortgage secures that certain loan from Mortgagee to Debtor in a principal amount not to exceed \$ 113000.00 (the "Loan"), together with interest on the Loan and any amounts specifically secured by the Mortgage which are expended by the Mortgagee to protect or enforce Mortgagee's rights under the Mortgage with respect to the Loan (the "Superior Indebtedness"). As used in this Subordination, the term "Superior Indebtedness" includes any extensions, renewals, modifications and replacements of or substitutions for the Superior Indebtedness; however, the term "Superior Indebtedness" does not include any increases in the principal amount of the Loan. APCO's lien and security interest evidenced and secured by the Financing Statement shall be superior in right of priority to the lien of the Mortgage to the extent that the Mortgage secures any indebtedness of the Debtor to the Mortgagee other than the Superior Indebtedness.

Notwithstanding anything expressed or implied herein, APCO does not in any way release, waive or subordinate the debt relating to or secured by the Financing Statement, or any portion of that debt or payments on it.

The provisions of this Subordination Agreement are solely for the benefit of APCO and the Mortgagee, and shall not modify any of the agreements executed or delivered in connection with the Financing Statement or the Mortgage or waive any of the rights of APCO or the Mortgagee, as the case may be, as against the Debtor, nor shall it constitute or give rise to any defense, right of offset or counterclaim by the Debtor.

IN WITNESS WHEREOF, Alabama Power Company, an Alabama corporation, has caused these presents to be executed this 3/5th day of OCTOBER, 2002

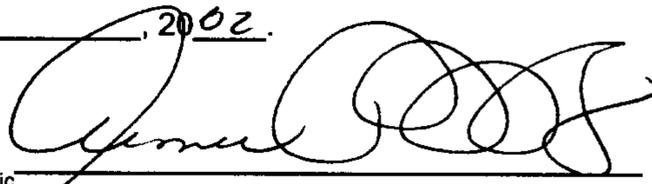
ALABAMA POWER COMPANY

121 6th Ave. S.W.
Chickasaw, AL. 35044
By Royce Willis
Its Marketing Rep

STATE OF ALABAMA)
COUNTY OF Talladega)

I, Aimee Holmes, a Notary Public in and for said County in said State, hereby certify that Royce Willis, whose name as Marketing Rep. of Alabama Power Company, a state banking 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 the instrument, (s)he, as such officer and with full authority, executed the same voluntarily for and as the act of said corporation.

Give under my hand this the 31 day of Oct, 2002.


Notary Public _____

My Commission Expires: _____

(NOTARIAL SEAL)

My commission expires June 28, 2005