

20030728000481110 Pg 1/1 11.00  
 Shelby Cnty Judge of Probate, AL  
 07/28/2003 10:28:00 FILED/CERTIFIED

STATE OF ALABAMA )  
 COUNTY OF JEFFERSON )

### SUBORDINATION AGREEMENT

Now comes Alabama Telco Credit Union, holders of that certain mortgage executed by Stephen W. Klose and Nancy H. Klose, which is filed at Inst. No. 2002-18983 in the Probate Office of Shelby County, Alabama, and does hereby agree to subordinate said mortgage lien to that mortgage lien of SouthTrust Mortgage Corporation, who holds a mortgage dated July 18, 2003, and filed at Inst. No. 20030728000481100, in the Probate Office of Shelby County, Alabama. The undersigned understands that by subordinating this mortgage lien same will become secondary and subordinate to that mortgage held by SouthTrust Mortgage Corporation, in the amount of \$116,000.00. The credit limit of the subordinated lien with Alabama Telco Credit Union is \$50,000.00.

Dated this the 15 day of July, 2003.

Alabama Telco Credit Union

By: William R. Chancellor  
 Its VP - Lending & Collections

STATE OF ALABAMA )  
 COUNTY OF JEFFERSON )

I, the undersigned, a Notary Public in and for said County, in said State, hereby certify that WILLIAM R. CHANCELLOR, VP - LENDING & COLLECTION of Alabama Telco Credit Union, whose name(s) is signed to the foregoing conveyance, and who is known to me, acknowledged before me on this day that, being informed of the contents of the foregoing, he/she, as such officer and with such authority, executed the same voluntarily on the day the same bears date, for and as the act of said entity.

Given under my hand and official seal on this the 15 day of July, 2003.

Victoria A. Tisdale  
 NOTARY PUBLIC

My commission expires: 7-18-03

This instrument was prepared by:  
 Alan C. Keith, Attorney  
 2100 Lynngate Drive  
 Birmingham, AL 35216