

20030811000523330 Pg 1/1 11:00
Shelby Cnty Judge of Probate, AL
08/11/2003 10:06:00 FILED/CERTIFIED

SUBORDINATION AGREEMENT

This agreement made this date by Compass Bank (herein called First Party), in favor of New South Federal Savings Bank (herein called Second Party).

Whereas, First Party is the owner and holder of that certain mortgage recorded in Instrument #2003-35928, in the Probate Office of Shelby County, Alabama, which said mortgage encumbers the property described as follows:

Lot 7-36, according to the Survey of Mt. Laurel, Phase IA, as recorded in Map Book 27, Page 72 B, in the Office of the Judge of Probate of Shelby County, Alabama.

Whereas, Second Party, on August 1, 2003, made a loan secured by a mortgage executed by Gary C. Wallace and Gloria R. Wallace, Husband and Wife, in the amount of \$264,500.00 secured by a mortgage on the above-described property; and

Whereas, the Second Party will not make the said loan unless the First Party subordinates its mortgage to the Second Party.

Now, therefore, in consideration of One Dollar and other good and valuable considerations, the Parties hereto agree as follows:

The First Party, Compass Bank, consents and agrees that the mortgage recorded in Instrument #2003-35928, in the Probate Office of Shelby County, Alabama, with the maximum available credit on said mortgage is \$100,000.000, is and shall continue to be, subject and subordinate in lien to the lien of the mortgage being made to the Second Party, which mortgage is recorded as Instrument # 20030811000523320, in the Probate Office of Shelby County, Alabama.

Dated this 30 day of July, 2003.

Compass Bank

By: [Signature]

Its: [Signature]

State of Alabama

County of Jefferson

I, the undersigned, a Notary Public in and for said County, in said State, hereby certify that S A Woods, whose name as AVP of Compass Bank, is signed to the foregoing instrument, and who is known to me, acknowledged before me this day, that being informed of the contents of the instrument, (s)he as such officer and will full authority executed the same voluntarily on the date the same bears date for and as act of said bank.

Given under my hand and official seal this 30 day of July, 2003.

My Commission Expires:

[Signature]
Notary Public

MY COMMISSION EXPIRES MAY 6, 2007