

STATE OF ALABAMA
COUNTY OF SHELBY

SUBORDONATION AGREEMENT

I, Todd H. Barksdale, the attorney of record hereby state that the attached exhibit "A" is a subordination agreement from Regions Bank in favor of Coats and Company, Inc.

Signed this 23rd day of February, 2004.

Todd H. Barksdale

SUBORDINATION AGREEMENT

REGIONS BANK is the owner and holder of that certain mortgage from Richard J Waid and wife, Cindy S. Waid dated 6/8/92, with a face amount of \$48,000.00 and recorded in Inst. # *** in the Probate Office of Shelby County, Alabama.

REGIONS BANK does hereby declare the lien of its said mortgage and the debt thereby secured to now be Second and subordinate to Coats and Co. Inc. mortgage from Richard J. Waid and wife, Cindy S. Waid dated 6/8/92 with a face amount of \$145,000.00 and is recorded in Inst. # **** in the Probate Office of Shelby County, Alabama.

Both mortgages pertain to certain real property described as follows:

***1992-10510 and modified By Inst. No. 1996-31308

**** 20030618000382260 filed 6/18/2003.

This Subordination Agreement has been caused to be executed and delivered on this 20 day of May, 2003.

REGIONS BANK

BY: RA Montgomery

ITS: SVP

STATE OF ALABAMA
SHELBY COUNTY

I, the undersigned, a Notary Public in and for said County in said State hereby certify that R.A. Montgomery whose name as Senior Vice President of REGIONS BANK, is signed to the foregoing Subordination Agreement, and who is known to me, acknowledged before me on this day that, being informed of the contents of this instrument, he/she as such officer and with fully authority, executed the same voluntarily as the act of REGIONS BANK.

Given under my hand and official seal this 20 day of MAY, 2003.

Lethany K. Bartlett
Notary Public
Commission Expires: MY COMMISSION EXPIRES MARCH 29, 2004

(SEAL)