

\$5,000.00

THIS INSTRUMENT PREPARED BY:
Riley & Riley, P.C.
1950 Stonegate Drive, Suite 150
Birmingham, Alabama 35242

SEND TAX NOTICE TO:
Bruce W. and Allison Arnett
3703 Dunbarton Drive
Birmingham, AL 35242

STATE OF ALABAMA
SHELBY COUNTY


20040325000150880 Pg 1/4 25.00
Shelby Cnty Judge of Probate, AL
03/25/2004 08:19:00 FILED/CERTIFIED

STATUTORY WARRANTY DEED

KNOW ALL MEN BY THESE PRESENTS: That in consideration of Ten and no/100 Dollars (\$10.00) to **STONEGATE FARMS, LLC**, an Alabama limited liability company (the "Grantor"), in hand paid by **BRUCE W. ARNETT and ALLISON ARNETT**, (the "Grantees"), the receipt and sufficiency of which is hereby acknowledged, Grantor does by these presents grant, bargain, sell and convey unto Grantees, subject to the covenants, conditions and other matters set forth below, the real estate situated in Shelby County, Alabama, more particularly described as follows (the "Property"):

See attached Exhibit "A"

TOGETHER WITH the right to use Stonegate Drive for access to the above described property

SUBJECT TO:

1. General and special taxes or assessments for 2003 and subsequent year not yet due and payable.
2. Building setback line and easements as shown by Map Book 31, page 28 and Map Book 29, page 4.
3. Restrictions, covenants and conditions as set out in instrument(s) recorded in Inst. # 2001-5954 as amended and restated in Inst. # 2001-12016; Inst. No. 2001-5954; Inst. No. 2001-12016 and Inst. No. and Inst. No. 2003-11166 together with Articles of Incorporation of Stonegate Farms Property Owners Association, Inc. recorded in Inst. # 2001-5955 in the Probate Office.
4. Easement(s) to Alabama Power Company as shown by instrument recorded in Deed Book 176, page 381; Deed Book 185, page 475; Real 15 page 899; Deed Book 148, Page 18; Deed Book, 182 page 326; Deed Book 184, page 172; Deed Book 138, page 307; Deed Book 240, page 444; Deed Book 321, page 269; Deed Book 331, page 840; Deed Book 310, page 991; Deed Book 242, page 148 and Deed Book 180, page 35, in said Probate Office.
5. Agreement as set out in Instrument #1993/8112 in said Probate Office. (Applies only to that part of the land lying within 100 feet of the water's edge of each to the two lakes on the land).
6. Terms, conditions, reservations and restrictions contained in the agreement dated March 19, 1993 by and between "Smyer" and Shelby Lake Corporation as set out by Instrument #1993/8110 in said Probate Office.
7. Easement and Use Restrictions Agreement recorded as Instrument #2001/02969 in said Probate Office.
8. Option Agreement by and between Ingrid Frances Smyer-Dubrow, Harald L. Smyer, Jr. and S.W. Smyer, Jr. (Lake Lot Owners); Ingrid Frances Smyer-Dubrow, Harald L. Smyer, Jr., Sidney W. Smyer, III and S.W. Smyer, Jr. (Hollybrook Owners) and Stonegate Farms, LLC recorded as Instrument # 2001/02970 in said Probate Office.

Alabama Title

9. Restrictions, limitations and conditions as set out in Map Book 29, page 4A and 4B and Map book 31 pages 28 A & B in the Probate Office.
10. A 30 foot storm and trail easement as shown on Map Book 29, page 4A and 4B.
11. Restrictive Covenants and Grant of Land Easement in favor of Alabama Power Company as shown by instrument No. 200021119000577440 and Inst no. 2002-18715 in the Probate Office.
12. Right(s) of Way(s) granted to The Water Works and Sewer Board of the City of Birmingham by instrument(s) recorded in Inst. No. 20020718000335510 in the Probate Office.
13. Rights of others to use of lake.
14. 20 feet for storm drainage easement on Southwesterly side as shown on unrecorded survey provided to company.

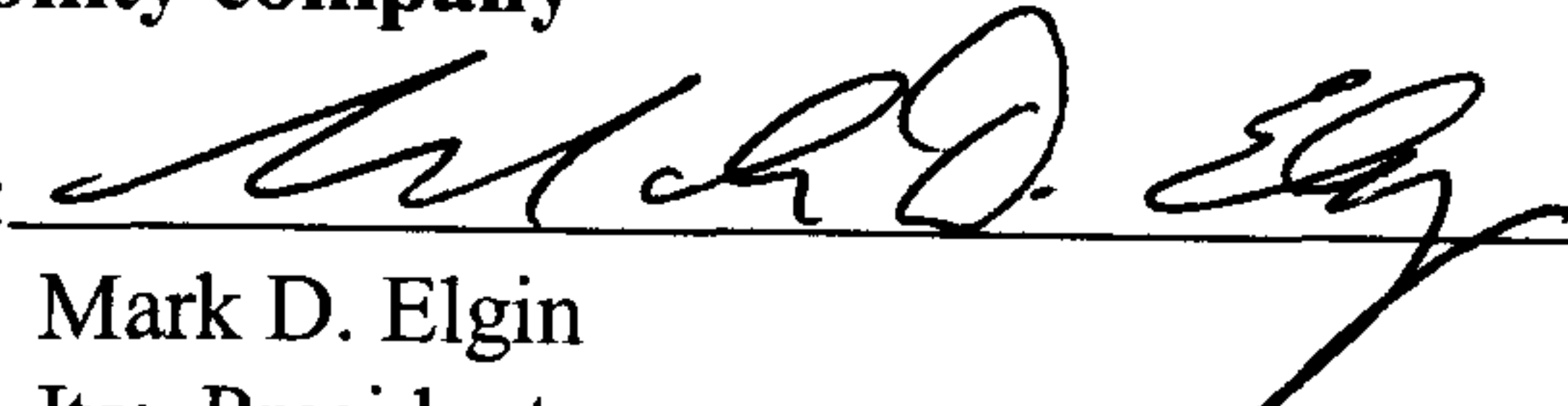
Together with the nonexclusive easement to use the Development Roads as more particularly defined and described in the Covenants.

TO HAVE AND TO HOLD unto Grantees, subject to the matters described above, for and during their joint lives as joint tenants and upon the death of either of them, then to the survivor of them in fee simple, and to the heirs and assigns of such survivor forever, together with every contingent remainder and right of reversion.

By acceptance of this Deed, Grantees hereby covenant and agree, for Grantees and Grantees' heirs, assigns, licensees, lessees, employees and agents, that Grantor shall not be liable for, and no action shall be asserted against Grantor for, loss or damage on account of injuries to the Property or to any buildings, improvements, or structures now or hereafter located upon the Property, or on account of past or future injuries to any owner, occupant, or other person in or upon the Property, which are caused by, or arise as a result of soil and/or subsurface conditions, known or unknown (including, without limitation, underground mines, sinkholes, or other geological formations or conditions) under or on the Property or any other property now or hereafter owned by Grantor, whether contiguous or non-contiguous to the Property sold hereunder. For purposes of this paragraph, the term "Grantor" shall mean and refer to (i) Stonegate Farms, LLC; (ii) the members of Stonegate Farms, LLC, both in their capacity as a member and in their separate corporate capacities including, without limitation and as may be applicable, their capacity as the owner or prior owner of any minerals subjacent to Stonegate Farms; (iii) the agents and employees of Stonegate Farms, LLC; (iv) the officers, directors, employees and agents of the members of Stonegate Farms, LLC; (v) any successors and assigns of Stonegate Farms, LLC; and (vi) any successors and assigns of Stonegate Farms LLC's interest in remaining property of Stonegate Farms, LLC. This covenant and agreement shall run with the land conveyed hereby as against Grantees and all persons, firms, trusts, partnerships, limited partnerships, corporations or other entities holding under or through Grantee.

IN WITNESS WHEREOF, Grantor, STONEGATE FARMS, LLC, has caused this conveyance to be executed by its duly authorized President as of the 12th day of March, 2004.

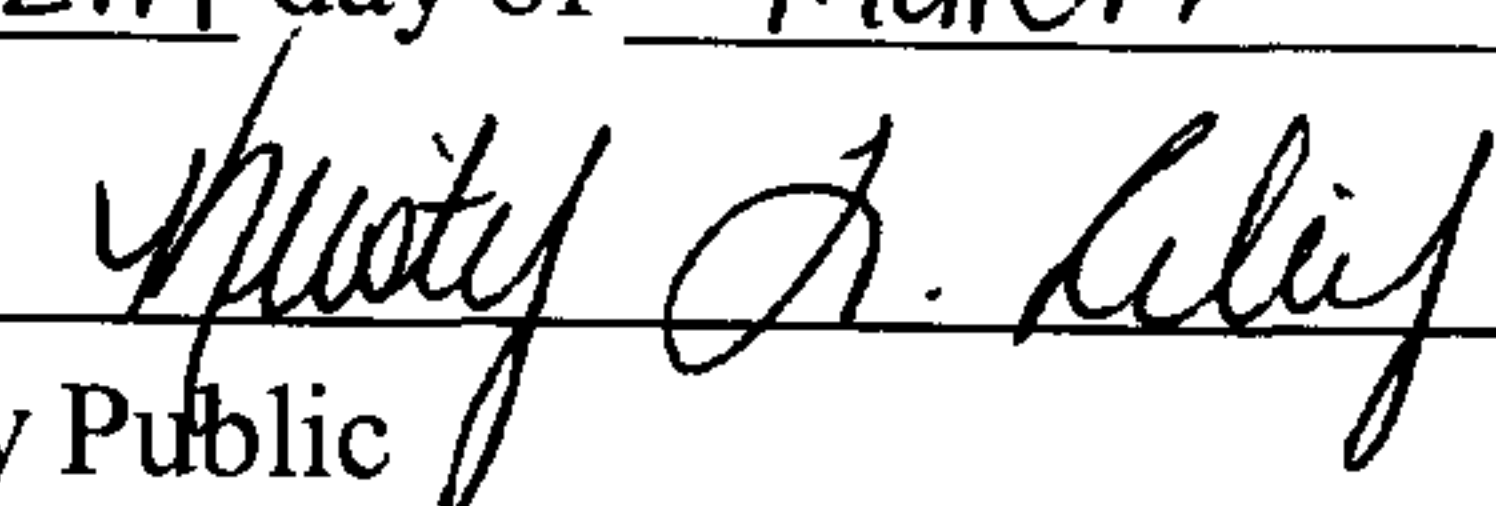
STONEGATE FARMS, LLC an Alabama limited liability company

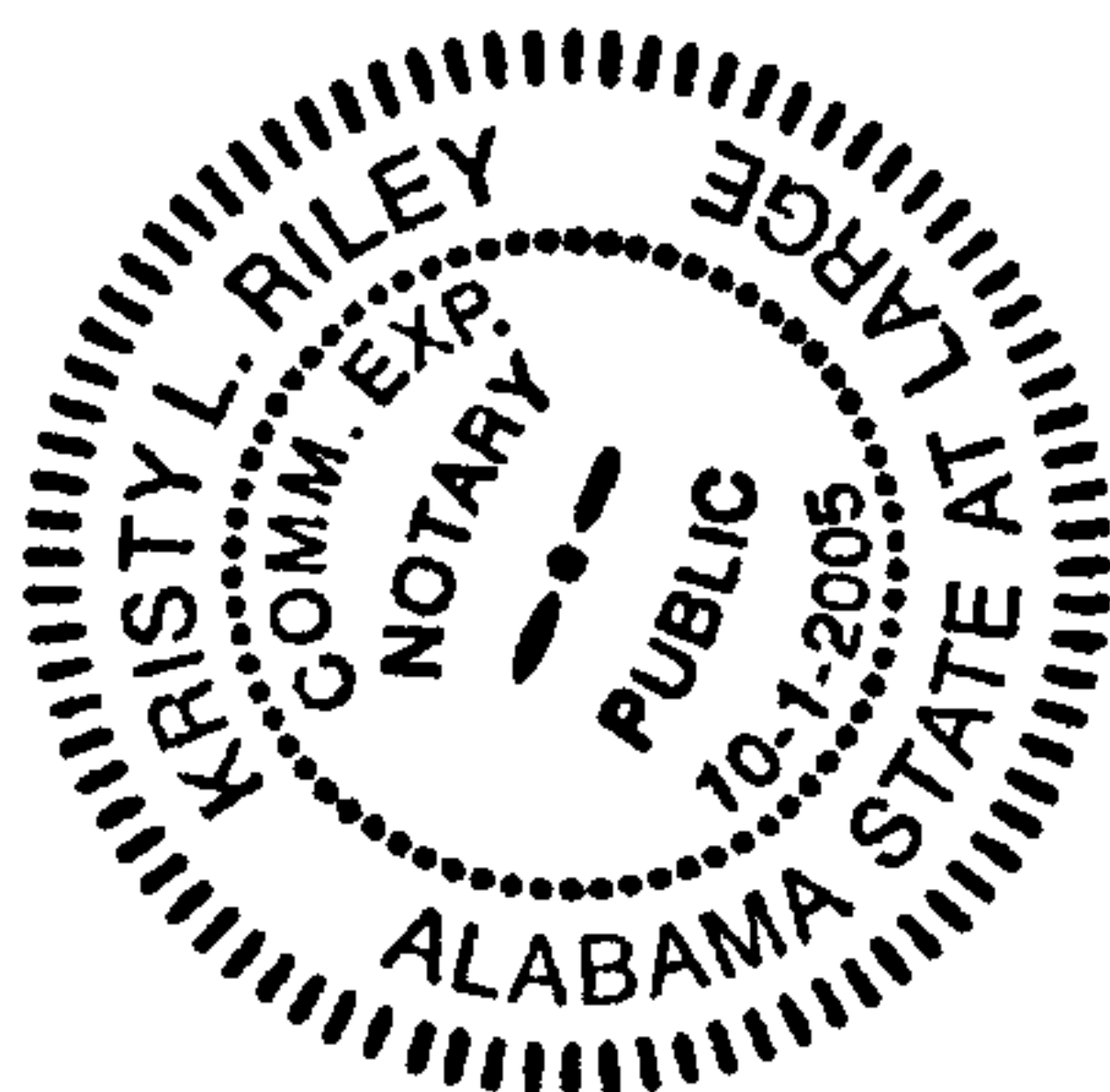
By: 
Mark D. Elgin
Its: President

STATE OF ALABAMA
JEFFERSON COUNTY

I, the undersigned authority, a Notary Public in and for said County in said State, hereby certify that MARK D. ELGIN, whose name as President of Stonegate Farms, LLC, an Alabama limited liability company, 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 conveyance, he, as such officer and with full authority, executed the same voluntarily for and as the act of said limited liability company.

Given under my hand and official seal this 12th day of March, 2004.


Notary Public
My Commission expires: 10-1-05



**Proposed Lot 67
Stonegate Realty – Phase Three**

A parcel of land situated in the Southwest 1/4 of Section 19, Township 18 South, Range 1 East and the Southeast 1/4 of Section 24, Township 18 South, Range 1 West in Shelby County, Alabama, being a part of lot B according to the survey of Stonegate Realty – Phase Two, as recorded in MB 31 , PG 28 A & B, in the Shelby County Probate Office, being more particularly described as follows:

Commence at the Southwest corner of the Southwest 1/4 of said section 19 and run N1°00'00"W along the West line of said 1/4 section for a distance of 1769.30 feet to a point; thence run N89°00'00"E for a distance of 128.64 feet to the point of beginning; thence run N24°30'26"E for a distance of 222.92 feet, more or less, to a point; thence run N21°06'04"W for a distance of 293.05 feet to a point on the future Southern right-of-way of Clifden Trail, said point being on a curve to the right having a radius of 60.00 feet and a central angle of 83°00'04"; a chord length of 79.52 feet and a chord bearing of N85°27'52"W; thence run along the arc of said curve for a distance of 86.91 feet to a point; thence continuing along the future right-of-way of Clifden Trail run S46°02'10"W for a distance of 15.00 feet to a point on a curve to the right having a radius of 75.00 feet and a central angle of 19°03'50"; a chord length of 24.84 feet and a chord bearing of N34°25'55"W; thence continuing along the future right-of-way of Clifden Trail run along the arc of said curve for a distance of 24.95 feet to a point; thence leaving said future right-of-way run S69°48'41"W for a distance of 270.74 feet to a point; thence run S30°23'48"W for a distance of 164.94 feet to a point; thence run S39°31'45"E for a distance of 196.28 feet, more or less, to a point on the 775 contour elevation, said elevation being the proposed full pool elevation of a proposed lake currently under construction; thence run Easterly, Southerly, Southeasterly and then Northeasterly along said 775 contour elevation for a distance of 527 feet, more or less, to the point of beginning.

Said parcel containing 4.5 acres, more or less.