



STATE OF ALABAMA       )  
JEFFERSON COUNTY )

### **MORTGAGE MODIFICATION AGREEMENT**

THIS MORTGAGE MODIFICATION AGREEMENT is executed this 8th day of April, 2005, by and between COLONIAL BANK, a state banking corporation (the "Mortgagee") and K T Werk Advanced Southern Homes Inc (the "Mortgagor"), as follows:

#### **WITNESSETH:**

WHEREAS, on March 17, 2004, Mortgagor executed that certain Mortgage in favor of Mortgagee, which Mortgage was filed for recorded on the 29th day of March, 2004, in the Office of the Judge of Probate of Shelby County, Alabama, in Instrument # 20040329000159630 (the "Mortgage"); and

WHEREAS, the indebtedness secured by the mortgage has been renewed, extended or modified pursuant to "Commercial Promissory Note and Security Agreement" (the "Agreement"), entered into by and between Mortgagor and Mortgagee on even date herewith; and

WHEREAS, the Mortgagor has requested that the mortgagee increase the credit limit under the Agreement to \$535,200 and 00 / 100 Dollars (\$ 535,200.00); and

WHEREAS, it is the intention of the parties that the lien of the Mortgage secured the indebtedness as renewed, extended or modified by the Agreement;

NOW, THEREFORE, in consideration of the Agreement, and other good and valuable considerations, the receipt and sufficiency of which are hereby acknowledged, the parties agree as follows:

1. This Modification is executed to modify the Mortgage to evidence the agreement of the parties that the lien of the Mortgage shall secure the indebtedness as amended and evidenced by the Agreement.
2. The Mortgage is modified to secure the credit limit of \$535,200 and 00 / 100 Dollars (\$ 535,200.00).
3. The Mortgagor hereby reaffirms the terms, conditions and provisions of the Mortgage which shall remain in full force and effect as expressly provided therein. The Mortgagor acknowledges that by execution of this Modification and the Agreement, Mortgagor does not intend to affect a novation or substitution, but rather intends to effect and extension and renewal or modification of the original indebtedness now evidenced by the agreement.

4. Mortgagor agrees and acknowledges that the indebtedness as renewed, extended or modified by the Agreement and secured hereby, is valid, binding and enforceable against the Mortgagor, and is not subject to any offsets, recoupment, deduction or other defenses of any kind or nature.
5. Except as modified hereby, the lien of the Mortgage shall remain in full force and effect.

IN WITNESS WHEREOF, the parties have caused this Modification to be signed as of the day and year first above written.

COLONIAL BANK, a state banking corporation

By: [Signature]  
Its: Vice President  
(Mortgagee)

~~Keystone Building Co Inc:~~ K.T. WENK Advanced Southern Homes, Inc.

By: [Signature]  
Its: President

This Instrument was prepared by:

Colonial Bank  
Paula Ingram  
2501 20<sup>th</sup> Place South  
Birmingham, Al 35223



STATE OF ALABAMA)  
COUNTY OF JEFFERSON)

I, the undersigned, a Notary Public in and for said County, in said State, hereby certify that Ryan Ramage, whose names as Vice President of Colonial Bank, a state banking corporation, is signed to the forgoing instrument, and who is known to me, acknowledged before me on this day that, being informed of the contents of said instrument, he/she, as such officer and with full authority, executed the same voluntarily for and as the act of said corporation.

Given under my hand and official seal, this the 8th day of April, 2005.

Paula B Ingram  
Notary Public

My Commission Expires: 3-3-08

STATE OF ALABAMA)  
COUNTY OF JEFFERSON)

I, the undersigned, a Notary Public in and for said County, in said State. hereby certify that Kenneth T Werk, whose name as President of K T Werk Advanced Southern Homes, Inc did signed to the foregoing instrument, and who is known to me, acknowledged before me on this day that, being informed of the contents of said instrument, he/she/they executed the same voluntarily on the day the same bears date.

Given under my hand and official seal, this the 8th day of April, 2005.

Paula B Ingram  
Notary Public

My Commission Expires: 3-3-08