SUFFIX

COUNTRY

USA

MIDDLE NAME

STATE

AL

POSTAL CODE

35242

UCC FINANCING STATEMENT

FOLLOW INSTRUCTIONS (front and back) CAREFULLY A. NAME & PHONE OF CONTACT AT FILER [optional] Randolph H. Lanier 205-226-3487 B. SEND ACKNOWLEDGMENT TO: (Name and Address) Randolph H. Lanier Balch & Bingham LLP 1901 Sixth Avenue North Suite 2600 Birmingham, Alabama 35203 THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (1a or 1b) - do not abbreviate or combine names 1a. ORGANIZATION'S NAME Highland Lakes Homes, LLC OR SUFFIX MIDDLE NAME 1b. INDIVIDUAL'S LAST NAME FIRST NAME COUNTRY POSTAL CODE STATE CITY 1c. MAILING ADDRESS **USA** 35223 AL Birmingham 2700 U.S. Highway 280 South, Suite 425 1g. ORGANIZATIONAL ID #, if any 1f. JURISDICTION OF ORGANIZATION ADD'L INFO RE 1e. TYPE OF ORGANIZATION 1d. TAX ID #: SSN OR EIN ORGANIZATION Alabama NONE limited liability co. DEBTOR 2. ADDITIONAL DEBTOR'S EXACT FULL LEGAL NAME - insert only one debtor name (2a or 2b) - do not abbreviate or combine names 2a. ORGANIZATION'S NAME Park Homes, LLC OR SUFFIX MIDDLE NAME 2b. INDIVIDUAL'S LAST NAME FIRST NAME POSTAL CODE COUNTRY STATE CITY 2c. MAILING ADDRESS 35223 2700 U.S. Highway 280 South, Suite 425 AL Birmingham 2g. ORGANIZATIONAL ID #, if any 2f. JURISDICTION OF ORGANIZATION ADD'L INFO RE | 2e. TYPE OF ORGANIZATION 2d. TAX ID #: SSN OR EIN **ORGANIZATION** NONE Alabama limited liability co. DEBTOR

FIRST NAME

Birmingham

CITY

4. This FINANCING STATEMENT covers the following collateral:

4958 Valleydale Road, Ste 101, Attn: Birmingham Real Estate Banking

3a. ORGANIZATION'S NAME

3b. INDIVIDUAL'S LAST NAME

Compass Bank

3c. MAILING ADDRESS

OR

All that Collateral more particularly described on Exhibit A, attached hereto and made a part hereof.

5 pages attached (consisting of Addendum and Exhibit A and Exhibit B)

3. SECURED PARTY'S NAME (or NAME of TOTAL ASSIGNEE of ASSIGNOR S/P) - insert only one secured party name (3a or 3b)

	<u>, , , , , , , , , , , , , , , , , , , </u>					
5. ALTERNATIVE DESIGNATION [if application of the control of the c	ble]: LESSEE/LESSOR	CONSIGNEE/CONSIGNOR	BAILEE/BAILOR	SELLER/BUYER	AG. LIEN	NON-UCC FILING
6. This FINANCING STATEMENT is to be ESTATE RECORDS. Attach Adder			QUEST SEARCH REPO	RT(S) on Debtor(s) [optional]	All Debtors	Debtor 1 Debtor 2
8. OPTIONAL FILER REFERENCE DATA		2 - File with Judge of P	robate			

20070223000084990 2/6 \$36.00 Shelby Cnty Judge of Probate, AL 02/23/2007 03:14:14PM FILED/CERT

NG OFFICE USE ONLY				
SUFFIX				
DE COUNTRY				
L ID #, if any				
NON				
MIDDLE NAME SUFFIX				
DE COUNTRY				
17. Check only if applicable and check only one box. Debtor is a Trust or Trustee acting with respect to property held in trust or Decedent's Est 18. Check only if applicable and check only one box.				
30 years ears				
)				

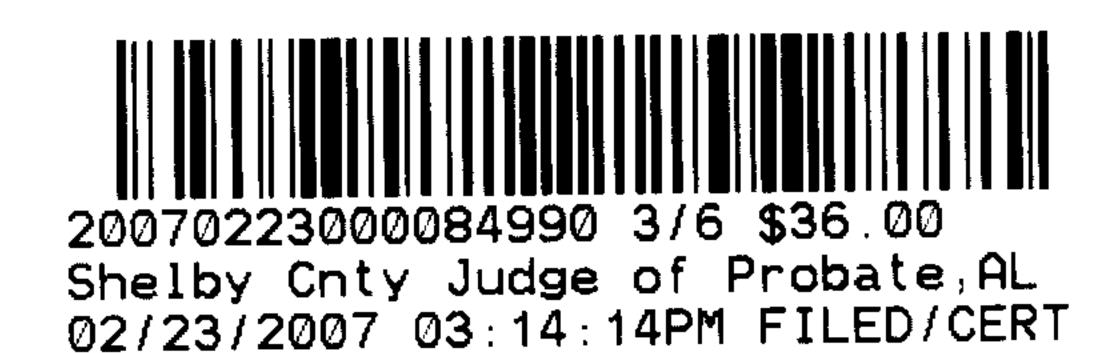
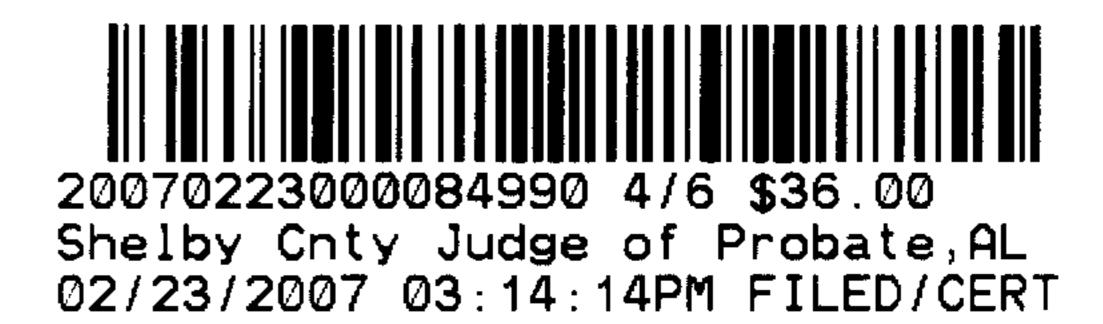


EXHIBIT A

DESCRIPTION OF COLLATERAL

- (a) All buildings, structures, and improvements of every nature whatsoever (the "Improvements") now or hereafter situated on the real property described in Exhibit B (the "Land"), and all fixtures, fittings, building materials, machinery, equipment, furniture and furnishings and personal property of every nature whatsoever now or hereafter owned by the Debtor and used or intended to be used in connection with or with the operation of said Land and Improvements, including all extensions, additions, improvements, betterments, renewals, substitutions and replacements to any of the foregoing, whether such fixtures, fittings, building materials, machinery, equipment, furniture, furnishings and personal property are actually located on or adjacent to the Land or not and whether in storage or otherwise wheresoever the same may be located;
- (b) All accounts (as presently or hereafter defined in the UCC), general intangibles, goods, contracts and contract rights relating to the Land and the Improvements, whether now owned or existing or hereafter created, acquired or arising, including without limitation, all construction contracts, architectural services contracts, management contracts, leasing agent contracts, purchase and sales contracts, put or other option contracts, and all other contracts and agreements relating to the construction of improvements on, or the operation, management and sale of all or any part of the Land and Improvements;
- Together with all easements, rights of way, gores of land, streets, ways, alleys, passages, sewer rights, waters, water courses, water rights and powers, and all estates, leases, subleases, licenses, rights, titles, interest, privileges, liberties, tenements, hereditaments, and appurtenances whatsoever, in any way belonging, relating or appertaining to any of the property hereinabove described, or which hereafter shall in any way belong, relate or be appurtenant thereto, whether now owned or hereafter acquired by the Debtor, and the reversion and reversions, remainder and remainders, rents, issues, profits thereof, and all the estate, right, title, interest, property, possession, claim and demand whatsoever at law, as well as in equity, of the Debtor of, in and to the same, including but not limited to:
 - (i) Any and all present and future leases or subleases affecting the Land and Improvements, and all rents, income, and profits therefrom, including without limitation, any and all rents, income, profits, bonuses, revenues, royalties, cash or security deposits, advance rentals and other payments, and further including Debtor's rights to enforce all present and future leases or subleases and to receive and enforce any rights that Debtor might have to collect rental and all other payments.
 - (ii) All judgments, awards of damages and settlements hereafter made resulting from condemnation proceedings or the taking of the Land, Improvements or Collateral, or any part thereof, under the power of eminent domain, or for any damage (whether caused by such taking or otherwise) to the Land, Improvements or Collateral, or any part thereof, or to any rights appurtenant thereto, including any award for change of



grade or streets. Secured Party is hereby authorized on behalf and in the name of Debtor to execute and deliver valid acquittances for, and appeal from, any such judgments or awards. Secured Party may apply all such sums or any part thereof so received, after the payment of all its expenses, including costs and reasonable attorney's fees actually incurred by Secured Party, on any of the indebtedness secured hereby in such manner as it elects, or at its option, the entire amount or any part thereof so received may be released.

- Any and all licenses, development permits, building permits, utility supply agreements, sewer and water discharge permits and agreements, and other licenses, permits and agreements relating to the use, development, construction, occupancy and operation of the Land and the Improvements, whether now or hereafter issued or executed, and all modifications, amendments, replacements or re-issuances of the foregoing;
- (e) All proceeds and all products of any of the foregoing items or types of property described in (a) (d) above, including, but not limited to, all insurance, contract and tort proceeds and claims, and including all inventory, accounts, chattel paper, documents, instruments, equipment, fixtures, consumer goods and general intangibles acquired with cash proceeds of any of the foregoing items or types of property described in (a) (d) above.

Debtor hereby grants Secured Party a security interest in the foregoing.

Record Owner of Real Estate:

Debtors:

Park Homes, LLC -- Parcels I and II on Exhibit B

Highland Lakes Homes, LLC -- Parcels VII and VIII on Exhibit B

Regent Park Homes, LLC -- Parcel IX on Exhibit B

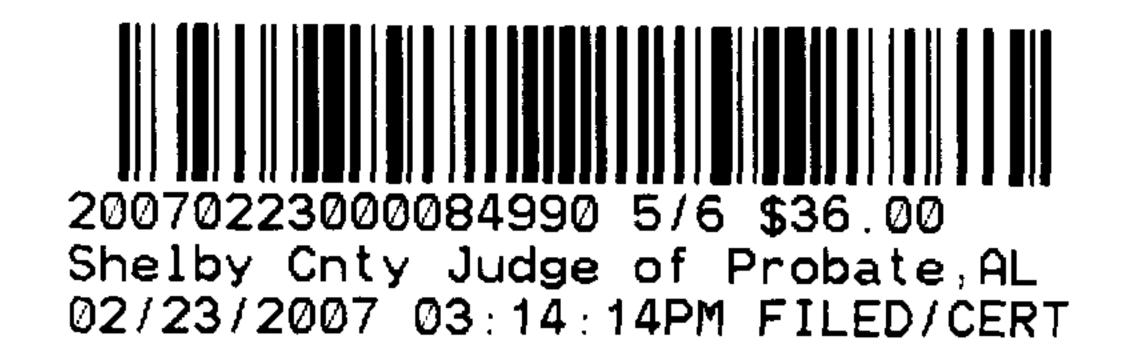


EXHIBIT B

Description of Real Property

PARCEL I:

Lots 10-06, 10-08, 10-09, 10-10, 10-11, 10-14, 10-17, 10-18 and 10-27 according to the Plat of Chelsea Park 10th Sector, as recorded in Map Book 37, Page 12, in the Probate Office of Shelby County, Alabama; being situated in Shelby County, Alabama (the "Property").

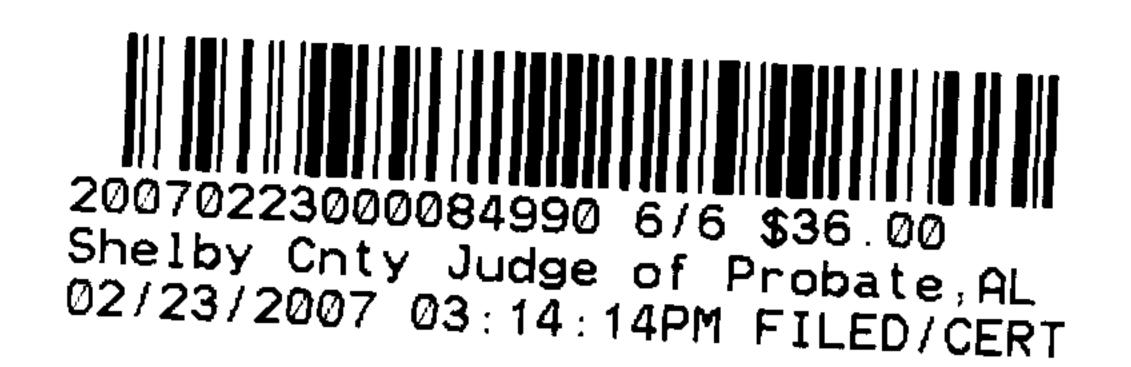
PARCEL II:

Lots 7-261, 7-262, 7-263 and 7-264, according to the Plat of Chelsea Park 7th Sector, as recorded in Map Book 37, Page 120, in the Probate Office of Shelby County, Alabama; being situated in Shelby County, Alabama (the "Property").

PARCEL VII:

Lots 2930, 2932, 2933, 2941, 2942, 2943, 2946, 2947, 2948, and 2950, according to the Survey of Highland Lakes, 29th Sector, an Eddleman Community, as recorded in Map Book 36, Page 33-B, in the Probate Office of Shelby County, Alabama; being situated in Shelby County, Alabama.

Together with nonexclusive easement to use the private roadways, Common Area all as more particularly described in the Declaration of Easements and Master Protective Covenants for Highland Lakes, a Residential Subdivision, recorded as Instrument #1994-07111 and amended in Instrument No. 1996-17543, and further amended in Instrument #1999-31095, in the Probate Office of Shelby County, Alabama, and the Declaration of Covenants, Conditions and Restrictions for Highland Lakes, a Residential Subdivision, 29th Sector, recorded as Instrument No. 20051229000667930, in the Probate Office of Shelby County, Alabama (which, together with all amendments thereto, is hereinafter collectively referred to as, the "Declaration").



PARCEL VIII:

Lots 31-08, 31-09, 31-10, 31-11, 31-20, 31-24, 31-26, 31-34, 31-37 and 31-38, according to the Survey of Highland Lakes, 31st Sector, Phase I, an Eddleman Community, as recorded in Map Book 34, Page 149, in the Probate Office of Shelby County, Alabama; being situated in Shelby County, Alabama.

Together with nonexclusive easement to use the private roadways, common areas, all as more particularly described in the Declaration of Easement and Master Protective Covenants for Highland Lakes, a Residential Subdivision, recorded as Instrument No. 1994-07111 and amended in Instrument No. 1996-17543 and Instrument No. 1999-31095 in the Probate Office of Shelby County, Alabama, and the Declaration of Covenants, Conditions and Restrictions for Highland Lakes, a Residential Subdivision, 31st Sector, Phase I, recorded in Instrument No. 20051215000649670, in the Probate Office of Shelby County, Alabama (which, together with all amendments thereto, is hereinafter collectively referred to as, the "Declaration").

PARCEL IX:

Lots 1, 14, 15, 16, 18, 19 and 20, according to the The Village at Highland Lakes, Regent Park Neighborhood, as recorded in Map Book 37, Page 130, in the Office of the Judge of Probate of Shelby County, Alabama.

Together with nonexclusive easement to use the private roadways, Common Areas all as more particularly described in the Declaration of Easements and Master Protective Covenants for The Village at Highland Lakes, a Residential Subdivision, recorded as Instrument No. 20060421000186650 in the Probate Office of Shelby County, Alabama, and the Declaration of Covenants, Conditions and Restrictions for The Village at Highland Lakes, Regent Park Neighborhood, to be recorded as Instrument No. ________, in the Probate Office of Shelby County, Alabama (which, together with all amendments thereto, is hereinafter collectively referred to as, the "Declaration").