THIS INSTRUMENT WAS PREPARED BY: Andrea Ellis

Alabama Power Company

600 North 18<sup>th</sup> Street

Birmingham Al 35203 City/ State/ Zip Code

STATE OF ALABAMA

COUNTY OF Shelby)

## 20101029000362540 1/2 \$15.00 Shelby Cnty Judge of Probate, AL 10/29/2010 10:22:10 AM FILED/CERT

## SUBORDINATION OF RECORDED FINANCING STATEMENT (APCO)

Alabama Power Company, an Alabama corporation ("APCO"), for good and valuable consideration, hereby acknowledges and agrees that its lien and security interest evidenced and secured by that certain UCC-1 financing statement bearing file number 20090618000233930showing Chad C. Baker as Debtor (the "Debtor," whether one or more) recorded in the office of the Judge of Probate of Shelby County, Alabama (the "Financing Statement"), shall be and hereby is subordinate in right of priority to the lien of that certain mortgage from the Debtor to Hometown Mortgage (the "Mortgagee"), recorded in the office of the Judge of Shelby County, Alabama at \_\_\_\_\_Book \_\_\_\_\_, \_(the "Mortgage"); provided, however, that such subordination shall be effective only to the extent that Page the Mortgage secures that certain loan from Mortgagee to Debtor in a principal amount not to exceed \$ 99,000.00 (the "Loan"), together with interest on the Loan and any amounts specifically secured by the Mortgage which are expended by the Mortgagee to protect or enforce Mortgagee's rights under the Mortgage with respect to the Loan (the "Superior Indebtedness"). As used in this Subordination, the term "Superior Indebtedness" includes any extensions, renewals, modifications and replacements of or substitutions for the Superior Indebtedness; however, the term "Superior Indebtedness" does not include any increases in the principal amount of the Loan. APCO's lien and security interest evidenced and secured by the Financing Statement shall be superior in right of priority to the lien of the Mortgage to the extent that the Mortgage secures any indebtedness of the Debtor to the Mortgagee other than the Superior Indebtedness.

Notwithstanding anything expressed or implied herein, APCO does not in any way release, waive or subordinate the debt relating to or secured by the Financing Statement, or any portion of that debt or payments on it.

The provisions of this Subordination Agreement are solely for the benefit of APCO and the Mortgagee, and shall not modify any of the agreements executed or delivered in connection with the Financing Statement or the Mortgage or waive any of the rights of APCO or the Mortgagee, as the case may be, as against the Debtor, nor shall it constitute or give rise to any defense, right of offset or counterclaim by the Debtor.

IN WITNESS WHEREOF, Alabama Power Company, an Alabama corporation, has caused these presents to be executed this 13th day of October, 2010.

**ALABAMA POWER COMPANY** 

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Shelby Cnty Judge of Probate, AL 10/29/2010 10:22:10 AM FILED/CERT

STATE OF ALABAMA

COUNTY OF TAILAGE

COUNTY OF TAILAGE

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Mayer of Alabama Power Company, a state banking corporation, is signed to the foregoing instrument and who is known to me, acknowledged before me on this day that, being informed of the contents of the instrument, (s)he, as such officer and with full authority, executed the same voluntarily for and as the act of said corporation. Give under my hand this the  $\frac{13 + 10}{10}$  day of  $\frac{13 + 10}{10}$ 

(NOTARIAL SEAL)

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