

Return To: Synovus Bank
PO Box 1638
Roswell, GA 30077

Prepared By: Misty Crocker, Synovus
Bank
1148 Broadway
Columbus, GA 31901

Commercial Mortgage, Security Agreement and Assignment of Leases and Rents

This COMMERCIAL MORTGAGE, SECURITY AGREEMENT AND ASSIGNMENT OF LEASES AND RENTS (this "*Mortgage*") is entered into as of March 27, 2024, between PHILIP TYLER DUNCAN, Married Man, with an address of 500 SHADES CREST RD. HOOVER, AL 35226-0000 (the "*Mortgagor*") and Synovus Bank, a Georgia banking corporation, with an address of 1148 Broadway, Columbus, GA 31901 (with its successors and assigns, the "*Mortgagee*").

The real property which is the subject matter of this Mortgage has the following address(es): 164 Chandalar Place Drive, Pelham, AL 35124-1771 (the "*Address(es)*").

1. Mortgage, Obligations and Future Advances

1.1 Mortgage. For valuable consideration paid and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Mortgagor hereby irrevocably and unconditionally mortgages, grants, bargains, transfers, sells, conveys, sets over and assigns to Mortgagee and its successors and assigns forever, WITH MORTGAGE COVENANTS, all of Mortgagor's right, title and interest in and to the Property described below, to secure the prompt payment and performance of the Obligations (as hereinafter defined), including without limitation, all obligations of Mortgagor and/or QUEENSTOWN PROPERTIES, LLC (the "*Borrower*") to Mortgagee respecting that certain Term Note, dated March 27, 2024, by QUEENSTOWN PROPERTIES, LLC in favor of Mortgagee in the original principal amount of \$440,000.00 (the "*Note*"; and collectively, along with all other agreements, documents, certificates and instruments delivered in connection therewith, the "*Loan Documents*"), and any substitutions, modifications, extensions or amendments to any of the Loan Documents.

The amount of principal obligations outstanding and evidenced by the Loan Documents and secured by this Mortgage total \$440,000.00 as of the date of this Mortgage but this Mortgage shall nevertheless secure payment and performance of all Obligations.

1.2 Security Interest in Property. As continuing security for the Obligations the Mortgagor hereby pledges, assigns and grants to the Mortgagee, and its successors and assigns, a security interest in any of the Property (as hereinafter defined) constituting personal property or fixtures. This Mortgage is and shall be deemed to be a security agreement and financing statement pursuant to the terms of the *Uniform Commercial Code of Alabama* (the "*Uniform Commercial Code*") as to any and all personal property and fixtures and as to all such property the Mortgagee shall have the rights and remedies of a secured party under the Uniform Commercial Code in addition to its rights hereunder. This Mortgage constitutes a financing statement filed as a fixture filing under Section 7-9A-502 of the Uniform Commercial Code covering any Property which now is or later may become a fixture.

1.3 Collateral Assignment of Leases and Rents. The Mortgagor hereby irrevocably and unconditionally assigns to Mortgagee, and its successors and assigns, as collateral security for

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the Obligations all of the Mortgagor's rights and benefits under any and all Leases (as hereinafter defined) and any and all rents and other amounts now or hereafter owing with respect to the Leases or the use or occupancy of the Property. This collateral assignment shall be absolute and effective immediately, but the Mortgagor shall have a license, revocable by Mortgagee, to continue to collect rents owing under the Leases until either (i) Mortgagee provides notice of termination and Mortgagee exercises its rights and remedies to collect such rents as set forth herein or (ii) the license automatically terminates, without notice, upon the occurrence of an Event of Default (as hereinafter defined).

1.4 Conditions to Grant. Mortgagee shall have and hold the above granted Property unto and to the use and benefit of Mortgagee, forever; provided, however, the conveyances, grants and assignments contained in this Mortgage are upon the express condition that, if Mortgagor shall irrevocably pay and perform the Obligations in full, including, without limitation, all principal interest and premium thereon and other charges, if applicable, in accordance with the terms and conditions in the Loan Documents and this Mortgage, shall pay and perform all other Obligations as set forth in this Mortgage and shall abide by and comply with each and every covenant and condition set forth herein and in the Loan Documents, the conveyances, grants and assignments contained in this Mortgage shall be appropriately released and discharged.

1.5 Grant of Security Interest. In consideration of Lender's extending credit and other financial accommodations to or for the benefit of the Mortgagor, which Mortgagor acknowledges and admits inures to the benefit of Mortgagor, the Mortgagor hereby grants to Lender a security interest in, a lien on and pledge and assignment of the Collateral (as herein defined) The security interest granted by this Agreement is given to and shall be held by Lender as security for the payment and performance of all Obligations (as herein defined).

1.6 Property. The term "*Property*", as used in this Mortgage, shall mean that certain parcel of land and the fixtures, structures and improvements and all personal property constituting fixtures, as that term is defined in the *Uniform Commercial Code*, now or hereafter thereon located at the Address(es), as more particularly described in Exhibit A attached hereto, together with: (i) all rights now or hereafter existing, belonging, pertaining or appurtenant thereto, (ii) all judgments, awards of damages and settlements hereafter made as a result or in lieu of any Taking, as hereinafter defined; (iii) all of the rights and benefits of the Mortgagor under any present or future leases and agreements relating to the Property, including, without limitation, rents, issues and profits, or the use or occupancy thereof together with any extensions and renewals thereof, specifically excluding all duties or obligations of the Mortgagor of any kind arising thereunder (the "*Leases*"); and (iv) all contracts, permits and licenses respecting the use, operation or maintenance of the Property.

1.7 Obligations. The term "*Obligation(s)*", as used in this Mortgage, shall mean, without limitation, all loans, advances, indebtedness, notes, liabilities and amounts, liquidated or unliquidated, now or hereafter owing by the Mortgagor or the Borrower to Mortgagee or any Mortgagee Affiliate (as hereinafter defined) at any time, of each and every kind, nature and description, whether arising under this Mortgage or otherwise, and whether secured or unsecured, direct or indirect (that is, whether the same are due directly by the Mortgagor or the Borrower to Mortgagee or any Mortgagee Affiliate; or are due indirectly by the Mortgagor or the Borrower to Mortgagee or any Mortgagee Affiliate as endorser, guarantor or other surety, or as obligor of obligations due third persons which have been endorsed or assigned to Mortgagee or any Mortgagee Affiliate, or otherwise), absolute or contingent, due or to become due, now existing or hereafter contracted, including, without limitation, payment of all amounts outstanding when due pursuant to the terms of any of the Loan Documents. Said term shall also include all interest and other charges chargeable to the Mortgagor or the Borrower or due from the Mortgagor or the Borrower to Mortgagee from time to time and all advances, costs and expenses referred to in this Mortgage, including without limitation the costs and expenses (including attorney's fees) of enforcement of Mortgagee's rights hereunder or pursuant to any document or instrument executed in connection herewith.

1.8 Cross-Collateral and Future Advances. It is the express intention of the Mortgagor that this Mortgage secure payment and performance of all of the Obligations, whether now existing or hereinafter incurred by reason of future advances by Mortgagee or otherwise, and regardless of whether such Obligations are or were contemplated by the parties at the time of the granting of this Mortgage. Notice of the continuing grant of this Mortgage shall not be required to be stated on the face of any document evidencing any of the Obligations, nor shall such documents be required to otherwise specify that they are secured hereby.

2. Representations, Warranties, Covenants

2.1 Representations and Warranties. The Mortgagor represents and warrants that:

- (A) This Mortgage has been duly executed and delivered by the Mortgagor and is the legal, valid and binding obligation of the Mortgagor enforceable in accordance with its terms, except as limited by bankruptcy, insolvency, reorganization, moratorium or other laws affecting the enforcement of creditors' rights generally;
- (B) The Mortgagor is the sole legal owner of the Property, holding good and marketable fee simple title to the Property, subject to no liens, encumbrances, leases, security interests or rights of others, other than as set forth in detail in Exhibit B hereto (the "*Permitted Encumbrances*");
- (C) The Mortgagor is the sole legal owner of the entire lessor's interest in Leases, if any, with full power and authority to encumber the Property in the manner set forth herein, and the Mortgagor has not executed any other assignment of Leases or any of the rights or rents arising thereunder;
- (D) As of the date hereof, there are no Hazardous Substances (as hereinafter defined) in, on or under the Property, except as disclosed in writing to and acknowledged by Mortgagee; and
- (E) Each Obligation is a commercial obligation and does not represent a loan used for personal, family or household purposes and is not a consumer transaction.

2.2 Recording; Further Assurances. The Mortgagor covenants that it shall, at its sole cost and expense and upon the request of Mortgagee, cause this Mortgage, and each amendment, modification or supplement hereto, to be recorded and filed in such manner and in such places, and shall at all times comply with all such statutes and regulations as may be required by law in order to establish, preserve and protect the interest of Mortgagee in the Property and the rights of Mortgagee under this Mortgage. Mortgagor will from time to time execute and deliver to Mortgagee such documents, and take or cause to be taken, all such other or further action, as Mortgagee may request in order to effect and confirm or vest more securely in Mortgagee all rights contemplated by this Mortgage (including, without limitation, to correct clerical errors) or to vest more fully in, or assure to Mortgagee the security interest in, the Property or to comply with applicable statute or law. To the extent permitted by applicable law, Mortgagor authorizes Mortgagee to file financing statements, continuation statements or amendments, and any such financing statements, continuation statements or amendments may be filed at any time in any jurisdiction. Mortgagee may at any time and from time to time file financing statements, continuation statements and amendments thereto that describe the Property as defined in this Mortgage and which contain any other information required by Article 9 of the *Uniform Commercial Code* for the sufficiency or filing office acceptance of any financing statement, continuation statement or amendment, including whether Mortgagor is an organization, the type of organization and any organization identification number issued to Mortgagor; Mortgagor also authorizes Mortgagee to file financing statements describing any agricultural liens or other statutory liens held by Mortgagee. Mortgagor agrees to furnish any such information to Mortgagee promptly upon request. In addition, Mortgagor shall at any time and from time to time, take such steps as Mortgagee may reasonably request for Mortgagee (i) to obtain an acknowledgment, in form and substance satisfactory to Mortgagee, of any bailee having possession of any of the Property that the bailee holds such Property for Mortgagee, and (ii) otherwise to insure the continued perfection and priority of Mortgagee's security interest in any of the Property and the preservation of its rights therein. Mortgagor hereby constitutes Mortgagee its attorney-in-fact to execute and file all filings required or so requested for the foregoing purposes, all acts of such attorney being hereby ratified and confirmed; and such power, being coupled with an interest, shall be irrevocable until this Mortgage terminates in accordance with its terms, all Obligations are paid in full and the Property is released.

2.3 Restrictions on the Mortgagor. The Mortgagor covenants that it will not, nor will it permit any other person to, directly or indirectly, without the prior written approval of Mortgagee in each instance:

- (A) Sell, convey, assign, transfer, mortgage, pledge, hypothecate, lease or dispose of all or any part of any legal or beneficial interest in the Mortgagor or the Property or any part thereof or permit any of the foregoing, except as expressly permitted by the terms of this Mortgage;
- (B) Permit the use, generation, treatment, storage, release or disposition of any oil or other material or substance constituting hazardous waste or hazardous materials or substances under any applicable Federal or state law, regulation or rule ("*Hazardous Substances*"), or
- (C) Permit to be created or suffer to exist any mortgage, lien, security interest, attachment or other encumbrance or charge on the Property or any part thereof or interest therein (except for the Permitted Encumbrances), including, without limitation, (i) any lien arising under any Federal, state or local statute, rule, regulation or law pertaining to the

release or cleanup of Hazardous Substances and (ii) any mechanics' or materialmen's lien. The Mortgagor further agrees to give Mortgagee prompt written notice of the imposition, or notice, of any lien referred to in this Section and to take any action necessary to secure the prompt discharge or release of the same. The Mortgagor agrees to defend its title to the Property and Mortgagee's interest therein against the claims of all persons and, unless Mortgagee requests otherwise, to appear in and diligently contest, at the Mortgagor's sole cost and expense, any action or proceeding that purports to affect the Mortgagor's title to the Property or the priority or validity of this Mortgage or Mortgagee's interest hereunder.

2.4 Operation of Property. The Mortgagor covenants and agrees as follows:

- (A) The Mortgagor will not permit the Property to be used for any unlawful or improper purpose, will at all times comply with all Federal, state and local laws, ordinances and regulations, and the provisions of any Lease, easement or other agreement affecting all or any part of the Property, and will obtain and maintain all governmental or other approvals relating to the Mortgagor, the Property or the use thereof, including without limitation, any applicable zoning or building codes or regulations and any laws or regulations relating to the handling, storage, release or cleanup of Hazardous Substances, and will give prompt written notice to Mortgagee of (i) any violation of any such law, ordinance or regulation by the Mortgagor or relating to the Property, (ii) receipt of notice from any Federal, state or local authority alleging any such violation and (iii) the presence or release on the Property of any Hazardous Substances:
- (B) The Mortgagor will at all times keep the Property insured for such losses or damage, in such amounts and by such companies as may be required by law and which Mortgagee may require, provided that, in any case, the Mortgagor shall maintain: (i) physical hazard insurance on an "all risks" basis in an amount not less than 100% of the full replacement cost of the Property; (ii) flood insurance if and as required by applicable Federal law and as otherwise required by Mortgagee; (iii) comprehensive commercial general liability insurance; (iv) rent loss and business interruption insurance; and (v) such other insurance as Mortgagee may require from time to time, including builder's risk insurance in the case of construction loans. All policies regarding such insurance shall be issued by companies licensed to do business in the state where the policy is issued and also in the state where the Property is located, be otherwise acceptable to Mortgagee, provide deductible amounts acceptable to Mortgagee, name Mortgagee as mortgagee, loss payee and additional insured, and provide that no cancellation or material modification of such policies shall occur without at least thirty (30) days prior written notice to Mortgagee. Such policies shall include (i) a mortgage endorsement determined by Mortgagee in good faith to be equivalent to the "standard" mortgage endorsement so that the insurance, as to the interest of Mortgagee, shall not be invalidated by any act or neglect of the Mortgagor or the owner of the Property, any foreclosure or other proceedings or notice of sale relating to the Property, any change in the title to or ownership of the Property, or the occupation or use of the Property for purposes more hazardous than are permitted at the date of inception of such insurance policies; (ii) a replacement cost endorsement; (iii) an agreed amount endorsement; (iv) a contingent liability from operation endorsement; and (v) such other endorsements as Mortgagee may request. The Mortgagor will furnish to Mortgagee upon request such original policies, certificates of insurance or other evidence of the foregoing as are acceptable to Mortgagee. The terms of all insurance policies shall be such that no coinsurance provisions apply, or if a policy does contain a coinsurance provision, the Mortgagor shall insure the Property in an amount sufficient to prevent the application of the coinsurance provisions. In the event that the Mortgagor fails to provide evidence of such insurance, Mortgagee, at its option, may secure such insurance and charge the cost thereof to the Borrower:
- (C) Mortgagor will not enter into or modify the Leases in any material respect without the prior written consent of Mortgagee, execute any assignment of the Leases except in favor of Mortgagee, or accept any rentals under any Lease for more than one month in advance and will at all times perform and fulfill every term and condition of the Leases.
- (D) Mortgagor will at all times (i) maintain complete and accurate records and books regarding the Property in accordance with generally accepted accounting principles and (ii) permit Mortgagee and Mortgagee's agents, employees and representatives, at such reasonable times as Mortgagee may request, to enter and inspect the Property and such books and records; and
- (E) Mortgagor will at all times keep the Property in good and first-rate repair and condition (damage from casualty not excepted) and will not commit or permit any strip, waste, impairment, deterioration or alteration of the Property or any part thereof.
- (F) Mortgagor shall not use or occupy the Property or allow any other party to use or occupy the Property in any manner that would constitute a violation of any state and/or Federal

laws involving controlled substances, even in a jurisdiction that allows such use by state or local law or ordinance. If Mortgagor becomes aware of such a violation, Mortgagor shall take all actions allowed by law to terminate the violating activity. Violation of this paragraph is a material breach of this Mortgage and constitutes an Event of Default.

2.5 Flood Insurance. Notwithstanding any language to the contrary in the Mortgage, the property in which Mortgagee is granted a lien or security interest under the Mortgage shall not include any personal property which (a) is located in a building which is located in a special flood hazard area (as designated by the Administrator of the Federal Emergency Management Agency) in which flood insurance is available under the National Flood Insurance Act of 1968, as amended (the "Act"), (b) would cause Mortgagee to be in violation of the Act or the federal flood insurance regulations applicable to Mortgagee if the property secures a loan made, increased, extended or renewed by Mortgagor unless the property is covered by flood insurance or is exempt from the flood insurance requirement, and (c) is not covered by flood insurance that meets the requirements of the Act and the federal flood insurance regulations applicable to Mortgagee.

Further, notwithstanding any language to the contrary in the Mortgage, the security interest in personal property which Mortgagee is granted under the Mortgage shall not include any non-possessory security interest in any "household goods" of Mortgagor (as the term "household goods" is defined in 16 C.F.R. § 444.1(i)) other than a purchase money security interest.

2.6 Payments. The Mortgagor covenants to pay when due: all Federal, state, municipal, real property and other taxes, betterment and improvement assessments and other governmental levies, water rates, sewer charges, insurance premiums and other charges on the Property, this Mortgage or any Obligation secured hereby that could, if unpaid, result in a lien on the Property or on any interest therein. If and when requested by Mortgagee, the Mortgagor shall deposit from time to time with Mortgagee sums determined by Mortgagee to be sufficient to pay when due the amounts referred to in this Section. The Mortgagor shall have the right to contest any notice, lien, encumbrance, claim, tax, charge, betterment assessment or premium filed or asserted against or relating to the Property: provided that it contests the same diligently and in good faith and by proper proceedings and, at Mortgagee's request, provides Mortgagee with adequate cash security, in Mortgagee's reasonable judgment, against the enforcement thereof. The Mortgagor shall furnish to Mortgagee the receipted real estate tax bills or other evidence of payment of real estate taxes for the Property within thirty (30) days prior to the date from which interest or penalty would accrue for nonpayment thereof. The Mortgagor shall also furnish to Mortgagee evidence of all other payments referred to above within fifteen (15) days after written request therefor by Mortgagee. If Mortgagor shall fail to pay such sums, Mortgagee may, but shall not be obligated to, advance such sums. Any sums so advanced by Mortgagee shall be added to the Obligations, shall bear interest at the highest rate specified in any note evidencing the Obligations, and shall be secured by the lien of this Mortgage.

2.7 Notices; Notice of Default. The Mortgagor will deliver to Mortgagee, promptly upon receipt of the same, copies of all notices or other documents it receives that affect the Property or its use, or claim that the Mortgagor is in default in the performance or observance of any of the terms hereof or that the Mortgagor or any tenant is in default of any terms of the Leases. The Mortgagor further agrees to deliver to Mortgagee written notice promptly upon the occurrence of any Event of Default hereunder or event that with the giving of notice or lapse of time, or both, would constitute an Event of Default hereunder

2.8 Takings. In case of any condemnation or expropriation for public use of, or any damage by reason of the action of any public or governmental entity or authority to, all or any part of the Property (a "Taking"), or the commencement of any proceedings or negotiations that might result in a Taking, the Mortgagor shall immediately give written notice to Mortgagee, describing the nature and extent thereof. Mortgagee may, at its option, appear in any proceeding for a Taking or any negotiations relating to a Taking and the Mortgagor shall immediately give to Mortgagee copies of all notices, pleadings, determinations and other papers relating thereto. The fees and costs (including attorneys' fees) incurred by Mortgagee in connection with its appearance in any proceeding or the taking of any action in connection therewith shall be added to the Obligations and, to the extent not prohibited by applicable law, shall bear interest at the highest rate specified in any note evidencing the Obligations, and shall be secured by the lien of this Mortgage. The Mortgagor shall in good faith and with due diligence and by proper proceedings file and prosecute its claims for any award or payment on account of any Taking. The Mortgagor shall not settle any such claim without Mortgagee's prior written consent. The Mortgagor shall hold any amounts received with respect to such awards or claims, by settlement, judicial decree or otherwise, in trust for Mortgagee and immediately pay the same to Mortgagee.

The Mortgagor authorizes any award or settlement due in connection with a Taking to be paid directly to Mortgagee in amounts not exceeding the Obligations. Mortgagee may apply such amounts to the Obligations in such order as Mortgagee may determine.

2.9 Insurance Proceeds. The proceeds of any insurance resulting from any loss with respect to the Property shall be paid to Mortgagee and, at the option of Mortgagee, be applied to the Obligations in such order as Mortgagee may determine; provided, however, that if Mortgagee shall require repair of the Property, Mortgagee may release all or any portion of such proceeds to the Mortgagor for such purpose. Any insurance proceeds paid to the Mortgagor shall be held in trust for Mortgagee and promptly paid to it.

3. Certain Rights of Mortgagee

3.1 Legal Proceedings. Mortgagee shall have the right, but not the duty, to intervene or otherwise participate in any legal or equitable proceeding that, in Mortgagee's reasonable judgment, might affect the Property or any of the rights created or secured by this Mortgage. Mortgagee shall have such right whether or not there shall have occurred an Event of Default hereunder.

3.2 Appraisals/Assessments. Mortgagee shall have the right, at the Mortgagor's sole cost and expense, to obtain appraisals, environmental site assessments or other inspections of the portions of the Property that are real estate at such times as Mortgagee deems necessary or as may be required by applicable law, or its prevailing credit or underwriting policies.

3.3 Financial Statements. Mortgagee shall have the right, at the Mortgagor's sole cost and expense, to require delivery of financial statements in form and substance acceptable to Mortgagee from the Mortgagor or any guarantor of any of the Obligations and the Mortgagor hereby agrees to deliver such financial statements and/or cause any such guarantor to so deliver any such financial statement when required by Mortgagee.

4. Defaults and Remedies

4.1 Events of Default. "Event of Default" shall mean the occurrence of any one or more of the following events:

- (A) default of any liability, obligation, covenant or undertaking of the Mortgagor, the Borrower or any guarantor of the Obligations to Mortgagee, hereunder, under any other Loan Document, or otherwise, including, without limitation, failure to pay in full and when due any installment of principal or interest or default of the Mortgagor, the Borrower or any guarantor of the Obligations under any other Loan Document or any other agreement with Mortgagee;
- (B) failure by the Mortgagor, the Borrower or any guarantor of the Obligations to perform, observe or comply with any of the covenants, agreements, terms or conditions set forth in this Mortgage or the Loan Documents;
- (C) the (i) occurrence of any material loss, theft, damage or destruction of, or (ii) issuance or making of any levy, seizure, attachment, execution or similar process on a material portion of the Property;
- (D) failure of the Mortgagor, the Borrower or any guarantor of the Obligations to maintain aggregate collateral security value satisfactory to Mortgagee;
- (E) default of any material liability, obligation or undertaking of the Mortgagor, the Borrower or any guarantor of the Obligations to any other party;
- (F) any statement, representation or warranty heretofore, now or hereafter made by the Mortgagor, the Borrower or any guarantor of the Obligations in connection with this Mortgage or in any supporting financial statement of the Mortgagor, the Borrower or any guarantor of the Obligations shall be determined by Mortgagee to have been false or misleading in any material respect when made;
- (G) if the Mortgagor, the Borrower or any guarantor of the Obligations is a corporation, trust, partnership or limited liability company, the liquidation, termination or dissolution of any such organization, or the division, merger or consolidation of such organization into another entity, or its ceasing to carry on actively its present business or the appointment of a receiver for its property;
- (H) the death of the Mortgagor, the Borrower or any guarantor of the Obligations and, if the Mortgagor, the Borrower or any guarantor of the Obligations is a partnership or limited liability company, the death of any partner or member;
- (I) the institution by or against the Mortgagor, the Borrower or any guarantor of the Obligations of any proceedings under the *Bankruptcy Code* 11 USC §101 *et seq* or any other law in which the Mortgagor, the Borrower or any guarantor of the Obligations is alleged to be insolvent or unable to pay its debts as they mature, or the making by the

Mortgagor, the Borrower or any guarantor of the Obligations of an assignment for the benefit of creditors or the granting by the Mortgagor, the Borrower or any guarantor of the Obligations of a trust mortgage for the benefit of creditors:

- (J) the service upon Mortgagee of a writ in which Mortgagee is named as trustee of the Mortgagor, the Borrower or any guarantor of the Obligations;
- (K) a judgment or judgments for the payment of money shall be rendered against the Mortgagor, the Borrower or any guarantor of the Obligations, and any such judgment shall remain unsatisfied and in effect for any period of thirty (30) consecutive days without a stay of execution;
- (L) any levy, lien (including mechanics lien), seizure, attachment, execution or similar process shall be issued or levied on any of the property of the Mortgagor, the Borrower or any guarantor of the Obligations;
- (M) the termination or revocation of any guaranty of the Obligations; or
- (N) the occurrence of such a change in the condition or affairs (financial or otherwise) of the Mortgagor, the Borrower or any guarantor of the Obligations, or the occurrence of any other event or circumstance, such that Mortgagee, in its sole discretion, deems that it is insecure or that the prospects for timely or full payment or performance of any obligation of the Mortgagor, the Borrower or any guarantor of the Obligations to Mortgagee has been or may be impaired.

4.2 Remedies. On the occurrence of any Event of Default Mortgagee may, at any time thereafter, at its option and, to the extent permitted by applicable law, without notice, exercise any or all of the following remedies:

- (A) Declare the Obligations due and payable, and the Obligations shall thereupon become immediately due and payable, without presentment, protest, demand or notice of any kind, all of which are hereby expressly waived by the Mortgagor except for Obligations due and payable on demand, which shall be due and payable on demand whether or not an Event of Default has occurred hereunder;
- (B) Enter, take possession of, manage and operate the Property (including all personal property and all records and documents pertaining thereto) and any part thereof and exclude the Mortgagor therefrom, take all actions it deems necessary or proper to preserve the Property and operate the Property as a mortgagee in possession with all the powers as could be exercised by a receiver or as otherwise provided herein or by applicable law; provided, however, the entry by Mortgagee upon the Property for any reason shall not cause Mortgagee to be a mortgagee in possession, except upon the express written declaration of Mortgagee;
- (C) With or without taking possession, receive and collect all rents, income, issues and profits ("Rents") from the Property (including all rents from Leases and all real estate and personal property and whether past due or thereafter accruing), including as may arise under the Leases, and the Mortgagor appoints Mortgagee as its true and lawful attorney with the power for Mortgagee in its own name and capacity to demand and collect Rents and take any action that the Mortgagor is authorized to take under the Leases. Mortgagee shall (after payment of all costs and expenses incurred) apply any Rents received by it to the Obligations in such order as Mortgagee determines, or in accordance with any applicable statute, and the Mortgagor agrees that exercise of such rights and disposition of such funds shall not be deemed to cure any default or constitute a waiver of any foreclosure once commenced nor preclude the later commencement of foreclosure for breach thereof. Mortgagee shall be liable to account only for such Rents actually received by Mortgagee. Lessees under the Leases are hereby authorized and directed, following notice from Mortgagee, to pay all amounts due the Mortgagor under the Leases to Mortgagee, whereupon such lessees shall be relieved of any and all duty and obligation to the Mortgagor with respect to such payments so made;
- (D) Immediately upon the occurrence of an Event of Default, the authority and permission granted herein to Mortgagor to collect and receive any and all rents and other amounts now or hereafter owing with respect to the Leases (including Rents) or the use or occupancy of the Property or any other amounts due as proceeds of the Property shall immediately, and without notice, terminate and all such parties shall be required to make all payments due to Mortgagee. To the extent Mortgagor receives proceeds of any and all rents and other amounts now or hereafter owing with respect to the Leases (including Rents) or the use or occupancy of the Property or any other amounts due as proceeds of the Property after the occurrence of an Event of Default, all such proceeds and collections shall be held in trust by Mortgagor for Mortgagee and shall not be commingled with the Mortgagor's other funds or deposited in any Mortgagee account of the Mortgagor.

and the Mortgagor agrees to deliver to Mortgagee on the dates of receipt thereof by the Mortgagor, duly endorsed to Mortgagee or to bearer, or assigned to Mortgagee, as may be appropriate, all such proceeds in the identical form received by the Borrower.

- (E) In addition to any other remedies, to sell the Property or any part thereof or interest therein pursuant to exercise of its power of sale or otherwise at public auction on terms and conditions as Mortgagee may determine, or otherwise foreclose this Mortgage in any manner permitted by law, and upon such sale the Mortgagor shall execute and deliver such instruments as Mortgagee may request in order to convey and transfer all of the Mortgagor's interest in the Property, and the same shall operate to divest all rights, title and interest of the Mortgagor in and to the Property. In the event this Mortgage shall include more than one parcel of property or subdivision (each hereinafter called a "Portion"), Mortgagee shall, in its sole and exclusive discretion and to the extent permitted by applicable law, be empowered to foreclose upon any such Portion without impairing its right to foreclose subsequently upon any other Portion or the entirety of the Property from time to time thereafter. In addition, Mortgagee may in its sole and exclusive discretion subordinate this Mortgage to one or more Leases for the sole purpose of preserving any such Lease in the event of a foreclosure:
- (F) Cause, at the Mortgagor's sole cost and expense, one or more environmental assessments to be taken, arrange for the cleanup of any Hazardous Substances or otherwise cure the Mortgagor's failure to comply with any statute, regulation or ordinance relating to the presence or cleanup of Hazardous Substances, and the Mortgagor shall provide Mortgagee or its agents with access to the Property for such purposes; provided that the exercise of any of such remedies shall not be deemed to have relieved the Mortgagor from any responsibility therefor or given Mortgagee "control" over the Property or cause Mortgagee to be considered to be a mortgagee in possession, "owner" or "operator" of the Property for purposes of any applicable law, rule or regulation pertaining to Hazardous Substances; and
- (G) Take such other actions or proceedings as Mortgagee deems necessary or advisable to protect its interest in the Property and ensure payment and performance of the Obligations, including, without limitation, appointment of a receiver (and the Mortgagor hereby waives any right to object to such appointment) and exercise of any of Mortgagee's remedies provided herein or in any other document evidencing, securing or relating to any of the Obligations or available to a secured party under the *Uniform Commercial Code* or under other applicable law.

In addition, the Mortgagee shall have all other remedies provided by applicable law, including, without limitation, the right to pursue a judicial sale of the Property or any portion thereof by deed, assignment or otherwise.

The Mortgagor agrees and acknowledges that the acceptance by the Mortgagee of any payments from either the Mortgagor or any guarantor after the occurrence of any Event of Default, the exercise by the Mortgagee of any remedy set forth herein or the commencement, discontinuance or abandonment of foreclosure proceedings against the Property shall not waive the Mortgagee's subsequent or concurrent right to foreclose or operate as a bar or estoppel to the exercise of any other rights or remedies of the Mortgagee. The Mortgagor agrees and acknowledges that the Mortgagee, by making payments or incurring costs described herein, shall be subrogated to any right of the Mortgagor to seek reimbursement from any third parties, including, without limitation, any predecessor in interest to the Mortgagor's title or other party who may be responsible under any law, regulation or ordinance relating to the presence or cleanup of Hazardous Substances.

4.3 Advances. If the Mortgagor fails to pay or perform any of its obligations respecting the Property, Mortgagee may in its sole discretion do so without waiving or releasing Mortgagor from any such obligation. Any such payments may include, but are not limited to, payments for taxes, assessments and other governmental levies, water rates, insurance premiums, maintenance, repairs or improvements constituting part of the Property. Any amounts paid by Mortgagee hereunder shall be, until reimbursed by the Mortgagor, part of the Obligations and secured by this Mortgage, and shall be due and payable to Mortgagee, on demand, together with interest thereon to the extent permitted by applicable law, at the highest rate permitted under any of the notes evidencing the Obligations.

4.4 Cumulative Rights and Remedies. All of the foregoing rights, remedies and options (including without limitation the right to enter and take possession of the Property, the right to manage and operate the same, and the right to collect Rents, in each case whether by a receiver or otherwise) are cumulative and in addition to any rights Mortgagee might otherwise have, whether at law or by agreement, and may be exercised separately or concurrently and none of

which shall be exclusive of any other. The Mortgagor further agrees that Mortgagee may exercise any or all of its rights or remedies set forth herein without having to pay the Mortgagor any sums for use or occupancy of the Property.

4.5 Mortgagor's Waiver of Certain Rights. To the extent permitted by applicable law, the Mortgagor hereby waives the benefit of all present and future laws (i) providing for any appraisal before sale of all or any portion of the Property or (ii) in any way extending the time for the enforcement of the collection of the Obligations or creating or extending a period of redemption from any sale made hereunder.

5. Miscellaneous

5.1 Costs and Expenses. To the extent permitted by applicable law, the Mortgagor shall pay to Mortgagee, on demand, all expenses (including attorneys' fees and expenses and reasonable consulting, accounting, appraisal, brokerage and similar professional fees and charges) incurred by the Mortgagee in connection with Mortgagee's interpretation, recordation of this Mortgage, exercise, preservation or enforcement of any of its rights, remedies and options set forth in this Mortgage and in connection with any litigation, proceeding or dispute whether arising hereunder or otherwise relating to the Obligations, together with interest thereon to the extent permitted by applicable law, until paid in full by the Mortgagor at the highest rate set forth in any of the notes evidencing the Obligations. Any amounts owed by the Mortgagor hereunder shall be, until paid, part of the Obligations and secured by this Mortgage, and Mortgagee shall be entitled, to the extent permitted by law, to receive and retain such amounts in any action for a deficiency against or redemption by the Mortgagor, or any accounting for the proceeds of a foreclosure sale or of insurance proceeds.

5.2 Indemnification Regarding Leases. The Mortgagor hereby agrees to defend, and does hereby indemnify and hold Mortgagee and each of its directors, officers, employees, agents and attorneys and any Mortgagee Affiliate and its directors, officers, employees, agents and attorneys (each an "Indemnitee") harmless from all losses, damages, claims, costs or expenses (including attorneys' fees and expenses) resulting from the assignment of the Leases and from all demands that may be asserted against such Indemnitees arising from any undertakings on the part of Mortgagee to perform any obligations under the Leases. It is understood that the assignment of the Leases shall not operate to place responsibility for the control or management of the Property upon Mortgagee or any Indemnitee or make them liable for performance of any of the obligations of the Mortgagor under Leases, respecting any condition of the Property or any other agreement or arrangement, written or oral, or applicable law.

5.3 Indemnification Regarding Hazardous Substances. The Mortgagor hereby agrees to defend, and does hereby indemnify and hold harmless each Indemnitee from and against any and all losses, damages, claims, costs or expenses, including, without limitation, litigation costs and attorneys' fees and expenses and fees or expenses of any environmental engineering or cleanup firm incurred by such Indemnitee and arising out of or in connection with the Property or resulting from the application of any current or future law, regulation or ordinance relating to the presence or cleanup of Hazardous Substances on or affecting the Property. The Mortgagor agrees its obligations hereunder shall be continuous and shall survive termination or discharge of this Mortgage and/or the repayment of all debts to Mortgagee including repayment of all Obligations.

5.4 Indemnitee's Expenses. If any Indemnitee is made a party defendant to any litigation or any claim is threatened or brought against such Indemnitee concerning this Mortgage or the Property or any part thereof or therein or concerning the construction, maintenance, operation or the occupancy or use thereof by the Mortgagor or other person or entity, then the Mortgagor shall indemnify, defend and hold each Indemnitee harmless from and against all liability by reason of said litigation or claims, including attorneys' fees and expenses incurred by such Indemnitee in connection with any such litigation or claim, whether or not any such litigation or claim is prosecuted to judgment. The within indemnification shall survive payment of the Obligations, and/or any termination, release or discharge executed by Mortgagee in favor of the Mortgagor.

5.5 Waivers. The Mortgagor waives notice of nonpayment, demand, presentment, protest or notice of protest of the Obligations and all other notices, consents to any renewals or extensions of time of payment thereof, and generally waives any and all suretyship defenses and defenses in the nature thereof. No delay or omission of Mortgagee in exercising or enforcing any of its rights, powers, privileges, remedies, immunities or discretion (all of which are hereinafter collectively referred to as "*Mortgagee's Rights and Remedies*") hereunder shall constitute a waiver thereof; and no waiver by Mortgagee of any default of the Mortgagor hereunder or of any demand shall operate as a waiver of any other default hereunder or of any other demand. No term or provision hereof shall be waived, altered or modified except with the prior written consent of Mortgagee, which consent makes explicit reference to this Mortgage. Except as provided in the preceding sentence, no other agreement or transaction, of whatsoever nature, entered into

between Mortgagee and the Mortgagor at any time (whether before, during or after the effective date or term of this Mortgage) shall be construed as a waiver, modification or limitation of any of Mortgagee's Rights and Remedies under this Mortgage (nor shall anything in this Mortgage be construed as a waiver, modification or limitation of any of Mortgagee's Rights and Remedies under any such other agreement or transaction) but all Mortgagee's Rights and Remedies not only under the provisions of this Mortgage but also under any such other agreement or transaction shall be cumulative and not alternative or exclusive, and may be exercised by Mortgagee at such time or times and in such order of preference as Mortgagee in its sole discretion may determine.

5.6 Waiver of Homestead. To the maximum extent permitted under applicable law, the Mortgagor hereby waives and terminates any homestead rights and/or exemptions respecting the Property under the provisions of any applicable homestead laws, including without limitation, Section 6-10-2, *Alabama Code*.

5.7 Joint and Several. If there is more than one Mortgagor, each of them shall be jointly and severally liable for payment and/or performance of all obligations secured by this Mortgage and the term "Mortgagor" shall include each as well as all of them.

5.8 Severability. If any provision of this Mortgage or portion of such provision or the application thereof to any person or circumstance shall to any extent be held invalid or unenforceable, the remainder of this Mortgage (or the remainder of such provision) and the application thereof to other persons or circumstances shall not be affected thereby.

5.9 Complete Agreement. This Mortgage and the other Loan Documents constitute the entire agreement and understanding between and among the parties hereto relating to the subject matter hereof, and supersede all prior proposals, negotiations, agreements and understandings among the parties hereto with respect to such subject matter.

5.10 Binding Effect of Agreement. This Mortgage shall run with the land and be binding upon and inure to the benefit of the respective heirs, executors, administrators, legal representatives, successors and assigns of the parties hereto, and shall remain in full force and effect (and Mortgagee shall be entitled to rely thereon) until all Obligations are fully and indefeasibly paid. Mortgagee may transfer and assign this Mortgage and deliver any collateral to the assignee, who shall thereupon have all of the rights of Mortgagee; and Mortgagee shall then be relieved and discharged of any responsibility or liability with respect to this Mortgage and such collateral. Except as expressly provided herein or in the other Loan Documents, nothing, expressed or implied, is intended to confer upon any party, other than the parties hereto, any rights, remedies, obligations or liabilities under or by reason of this Mortgage or the other Loan Documents.

5.11 Notices. Any notices under or pursuant to this Mortgage shall be deemed duly received and effective if delivered in hand to any officer or agent of Mortgagor or Mortgagee, or if mailed by registered or certified mail, return receipt requested, addressed to Mortgagor or Mortgagee at the address set forth in this Mortgage or as any party may from time to time designate by written notice to the other party.

5.12 Governing Law. This Mortgage shall be governed by the laws of the State of Alabama.

5.13 Reproductions. This Mortgage and all documents which have been or may be hereinafter furnished by the Mortgagor to Mortgagee may be reproduced by Mortgagee by any photographic, photostatic, microfilm, xerographic or similar process, and any such reproduction shall be admissible in evidence as the original itself in any judicial or administrative proceeding (whether or not the original is in existence and whether or not such reproduction was made in the regular course of business).

5.14 Electronic Signatures. To the fullest extent under applicable law, this agreement, each Loan Document, and all documents entered into in connection therewith shall be valid, binding, and enforceable against Borrower, any Person liable to Mortgagee in respect of any Loan Document or other similar Person when executed and delivered by an authorized individual on behalf of such Person by means of: (i) an original manual signature; (ii) a faxed, scanned, or photocopied manual signature, or (iii) any other electronic signature permitted by the federal law, state enactments of the Uniform Electronic Transactions Act, and/or any other relevant electronic signatures law, including any relevant provisions of the Uniform Commercial Code (collectively, "Signature Law"), in each case to the extent applicable. Each faxed, scanned, or photocopied manual signature, or other electronic signature, shall for all purposes have the same validity, legal effect, and admissibility in evidence as an original manual signature. Each Person hereto shall be entitled to conclusively rely upon, and shall have no liability with respect to, any faxed, scanned, or photocopied manual signature, or other electronic signature, of any other party and shall have no duty to investigate, confirm or otherwise verify the validity or authenticity thereof. This Agreement and the other Loan Documents may be executed in any number of counterparts.

each of which shall be deemed to be an original, but such counterparts shall, together, constitute one and the same instrument. For the avoidance of doubt, original manual signatures shall be used for execution or indorsement of writings when required under the UCC or other Signature Law due to the character or intended character of the writings. "Person" shall mean individuals, partnerships, corporations, limited liability companies and all other entities.

5.15 Mortgagee Affiliates. The term "Mortgagee Affiliate" as used in this Mortgage shall mean any Affiliate of Mortgagee or any lender acting as a participant under any loan arrangement between Mortgagee and the Mortgagors. The term "Affiliate" shall mean with respect to any person, (a) any person which, directly or indirectly through one or more intermediaries controls, or is controlled by, or is under common control with, such person, or (b) any person who is a director or officer (i) of such person, (ii) of any subsidiary of such person, or (iii) any person described in clause (a) above. For purposes of this definition, control of a person shall mean the power, direct or indirect, (x) to vote 5% or more of the Capital Stock having ordinary voting power for the election of directors (or comparable equivalent) of such person, or (y) to direct or cause the direction of the management and policies of such person whether by contract or otherwise. Control may be by ownership, contract, or otherwise.

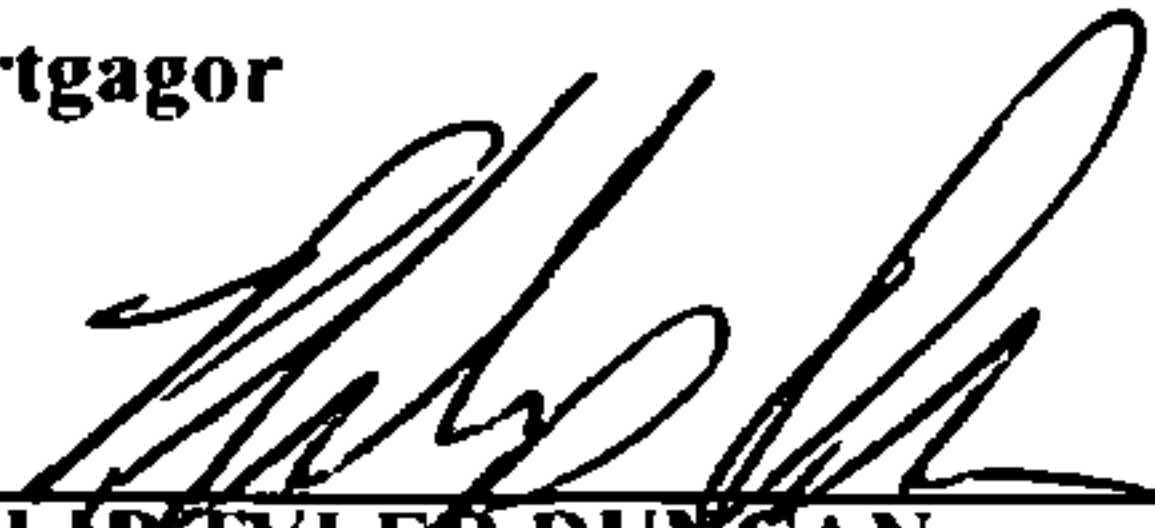
5.16 Jurisdiction and Venue. The Mortgagor irrevocably submits to the nonexclusive jurisdiction of any Federal or state court sitting in Alabama, over any suit, action or proceeding arising out of or relating to this Mortgage. The Mortgagor irrevocably waives, to the fullest extent it may effectively do so under applicable law, any objection it may now or hereafter have to the laying of the venue of any such suit, action or proceeding brought in any such court and any claim that the same has been brought in an inconvenient forum. The Mortgagor hereby consents to process being served in any such suit, action or proceeding (i) by the mailing of a copy thereof by registered or certified mail, postage prepaid, return receipt requested, to the Mortgagor's address set forth herein or such other address as has been provided in writing to Mortgagee and (ii) in any other manner permitted by law, and agrees that such service shall in every respect be deemed effective service upon the Mortgagor.

5.17 JURY WAIVER.

MORTGAGOR AND MORTGAGEE EACH HEREBY KNOWINGLY, VOLUNTARILY AND INTENTIONALLY, AND AFTER AN OPPORTUNITY TO CONSULT WITH LEGAL COUNSEL, (A) WAIVE ANY AND ALL RIGHTS TO A TRIAL BY JURY IN ANY ACTION OR PROCEEDING IN CONNECTION WITH THIS MORTGAGE, THE OBLIGATIONS, ALL MATTERS CONTEMPLATED HEREBY AND DOCUMENTS EXECUTED IN CONNECTION HERewith AND (B) AGREE NOT TO CONSOLIDATE ANY SUCH ACTION WITH ANY OTHER ACTION IN WHICH A JURY TRIAL CAN NOT BE, OR HAS NOT BEEN WAIVED. MORTGAGOR CERTIFIES THAT NEITHER MORTGAGEE NOR ANY OF ITS REPRESENTATIVES, AGENTS OR COUNSEL HAS REPRESENTED, EXPRESSLY OR OTHERWISE, THAT MORTGAGEE WOULD NOT IN THE EVENT OF ANY SUCH PROCEEDING SEEK TO ENFORCE THIS WAIVER OF RIGHT TO TRIAL BY JURY.

Signatures

Mortgagor


PHILIP TYLER DUNCAN 3-27-24
Date


Witness 3-27-24
Date

Acknowledgment

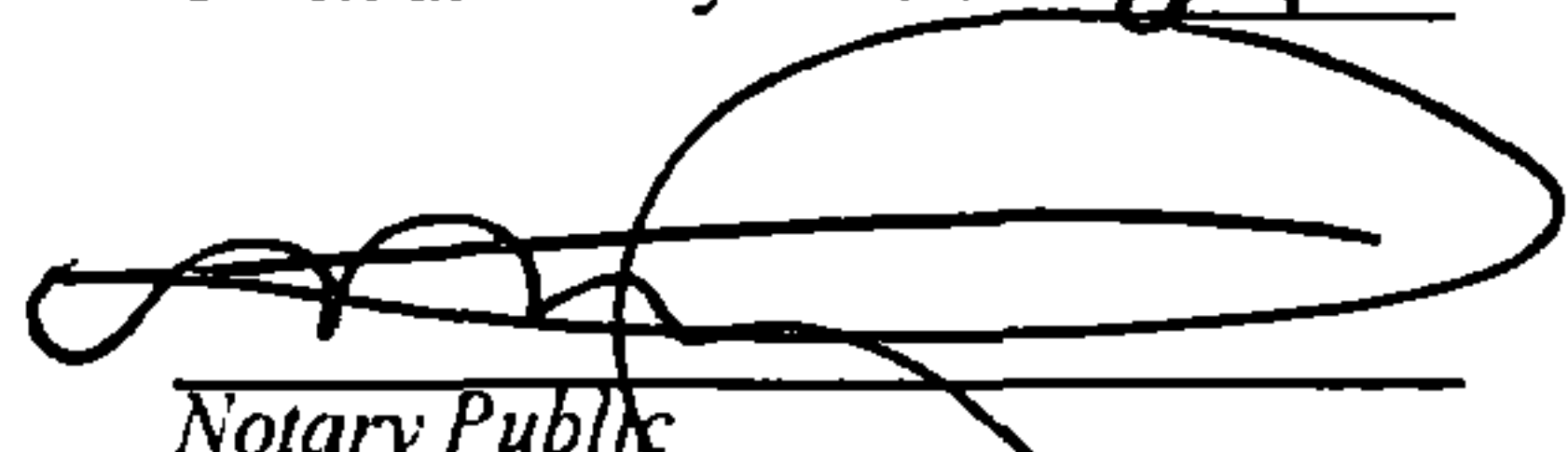
State of Alabama

County of Jefferson

I, _____ hereby certify that
PHILIP TYLER DUNCAN

whose name 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, he/she executed the same voluntarily on the same day the same bears date.

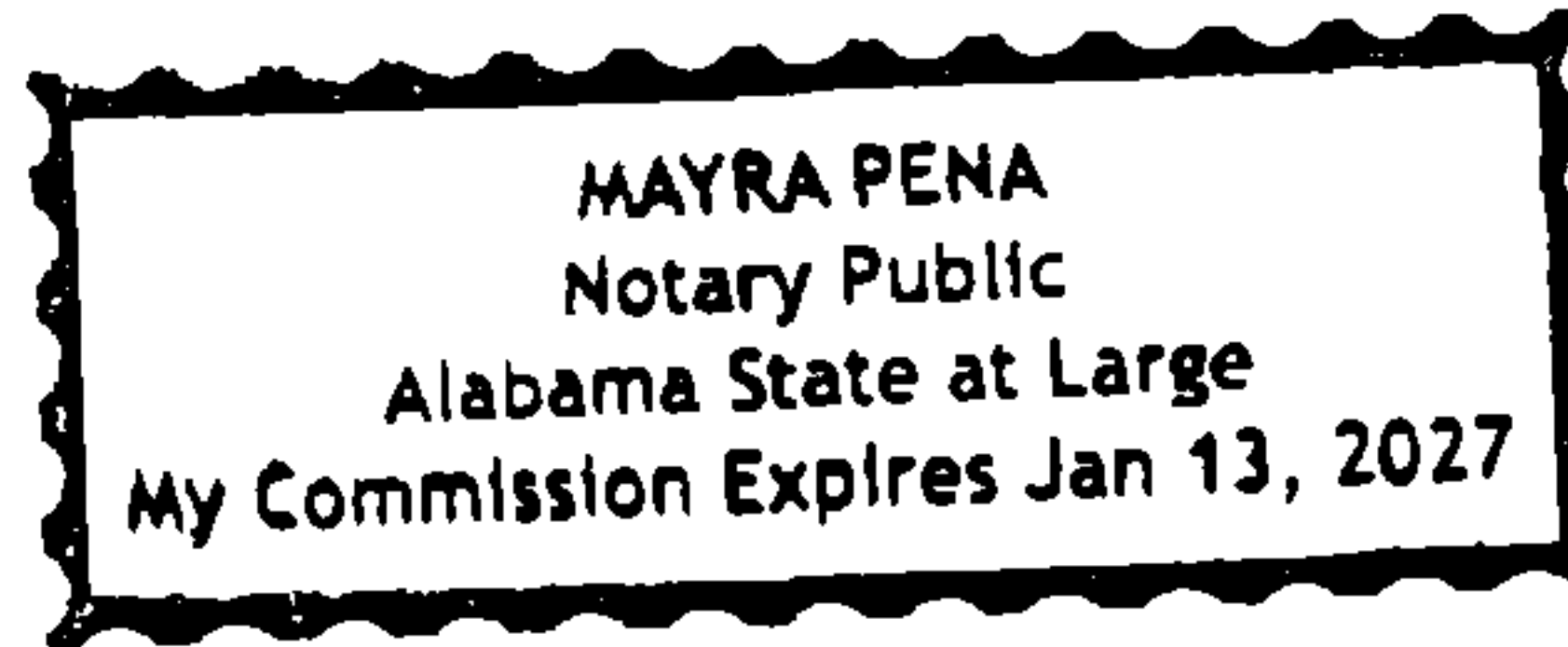
Given under my hand this 27th day of March, 2024.



Notary Public

Mayra Pena
Notary Public Name

- This notarial act was completed:
- In Person
 - In Person Electronic
 - Remote Online Notarization



This Document Prepared By: Misty Crocker, Synovus Bank
1148 Broadway
Columbus, GA 31901

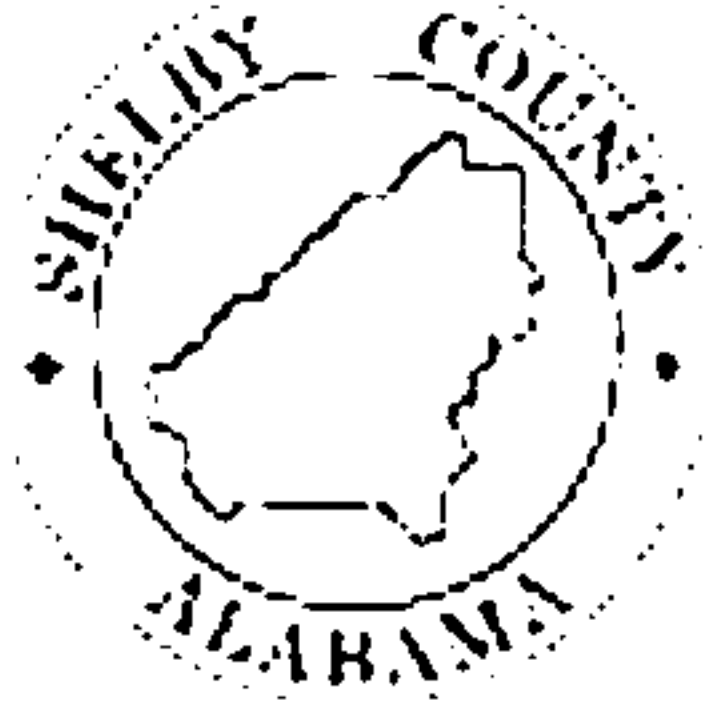
EXHIBIT "A"
Property Description

A parcel of land situated In the NE 1/4 of the NE 1/4 of Section 12, Township 20 South, Range 3 West, Shelby County, Alabama, being more particularly described as follows: Commence at the SW corner of the NE 1/4 of the NE 1/4 of said Section 12: thence North 00 degrees 25 minutes East along West line of said 1/4-1/4 a distance of 225.46 feet; thence South 84 degrees 18 minutes 35 seconds East a distance of 111.38 feet; thence North 10 degrees 01 minutes 25 seconds East a distance of 502.91 feet; thence North 28 degrees 47 minutes 25 seconds East a distance of 505.14 feet; thence South 61 degrees 12 minutes 35 seconds East a distance of 25.0 feet to a point on the easterly ROW line of Chandalar Place (50 foot ROW): said point being the point of beginning: thence North 28 degrees 47 minutes 25 seconds East along said ROW line a distance of 107.83 feet: thence leaving said ROW line South 68 degrees 33 minutes 34 seconds East a distance of 111.13 feet; thence South 22 degrees 0 minutes 0 seconds West a distance of 91.39 feet; thence North 75 degrees 42 minutes 35 seconds West a distance of 125.0 feet to the point of beginning. THIS BEING THE SAME PROPERTY CONVEYED TO TYLER DUNCAN, BY DEED FROM BRIAN EUGENE MILLWEE AND STEPHANIE LAMBERTH MILLWEE, DATED 08/11/2023 AND RECORDED ON 08/11/2023 IN INSTRUMENT NO. 20230811000243550, IN THE SHELBY COUNTY RECORDERS OFFICE. Commonly known as 164 CHANDALAR PL DR, PELHAM, AL 35124 Parcel No. 13 1 12 1 001 002.028 Address: 164 CHANDALAR PL DR, PELHAM, AL

EXHIBIT "B"

Permitted Encumbrances

None



**Filed and Recorded
Official Public Records
Judge of Probate, Shelby County Alabama, County
Clerk
Shelby County, AL
04/18/2024 09:43:17 AM
\$721.00 PAYGE
20240418000112420**

Allie S. Bayl