

\$11.00

THIS INDENTURE, made by and between JOHN AND EDNA SMITH

party of the first part; R GRATTAN BROWN JR AND CHARLES A NEALE party of the second part, as Trustee; and NATIONAL BANK OF COMMERCE, ONE COMMERCE SQUARE, MEMPHIS, TN., 38150

party of the third part, WITNESSETH:

That, for and in consideration of One Dollar cash in hand paid, the receipt of which is hereby acknowledged, and for the purpose of securing the payment of the indebtedness described, the party of the first part does hereby convey and warrant unto the party of the second part, as Trustee, and his successors in trust, the following described real estate situated in the County of DESOTO and State of Mississippi, to-wit:

SEE EXHIBIT "A"

STATE MS.-DESOTO CO.
FILED
JAN 24 12 17 PM '97
BK 882 PG 729
W.E. DAVIS CH. CLK.

This conveyance is made in trust, however, to secure the payment of \$ 21,000.00, evidenced by the following promissory notes of even date herewith:

and any further sums which the party of the third part, or any holder or holders of the notes hereby secured may advance to take care of taxes, insurance, or prior encumbrances on the above described real estate, or any part thereof.

The party of the first part agrees to keep all of the taxes and special assessments on the above described land paid, and if he fails so to do, the holder or holders of the above described notes may pay said taxes and assessments and the amounts so paid, with interest at the rate of eight per cent per annum from date of payment to date of reimbursement, shall become a part of the indebtedness secured hereby.

The party of the first part agrees to keep the improvements on said property in a good state of repair, and to insure the same against loss by fire and tornado in some responsible insurance company approved by the party of the third part, or his assigns, for the insurable value thereof, with a regulation mortgagee's subrogation clause attached to each policy making said insurance payable in case of loss to the party of the third part as his interest may appear, and to deliver the policy or policies and renewal receipts therefor to said party of the third part. In case of the failure of the party of the first part to keep said buildings so insured, the party of the third part, or his assigns, may effect such insurance and the amount so paid, with interest at the rate of eight per cent per annum from date of payment to date of reimbursement, shall become a part of the indebtedness secured hereby.

NOW, THEREFORE, if the party of the first part shall pay all of the indebtedness secured hereby this conveyance shall be null and void and shall be released at his expense, but if said party of the first part shall fail to pay said notes, or any of them, or any part thereof, or the interest thereon, when due, or shall fail to pay the taxes and special assessments on said property prior to the date of sale thereof for delinquent taxes, or shall fail to pay all items due on account of insurance as provided herein, then all of the indebtedness secured hereby shall, at the option of the holder or holders of said notes, become due and payable, and the party of the first part hereby authorizes and fully empowers said trustee, or any successor in trust, upon any such default to proceed to sell the property hereinabove described to pay the amount then due hereunder. The sale of said real estate shall be made at the front door of any Court House in the County where any of said real estate is situated at the time of the sale, within legal hours, at public outcry to the highest bidder for cash, after the acting trustee has given notice of the time and terms of said sale according to the laws of the State of Mississippi governing sales of lands under trust. The acting trustee has given notice of the publication of said notice is begun. The acting trustee may sell said property without taking possession of the same, and is authorized to appoint an agent and auctioneer to make such sale in his absence, which sale shall be as valid as if made by said trustee.

From the proceeds of said sale the acting trustee shall first pay the cost of executing this trust, including a reasonable fee for himself and his attorney; then he shall pay any sums advanced by the party of the third part on account of taxes or insurance on said property; then he shall pay any balance of principal and interest which shall be due on the indebtedness secured hereby; and if any balance then remains in his hands he shall pay the same to the party of the first part, his heirs or assigns.

The party of the third part, or any holder of the above described notes, may at any time appoint another Trustee in the place and stead of the party of the second part, or any successor or successors in trust.

If more than one person joins in this instrument as party of the first part, it is agreed that whenever the words "party of the first part" occur they are to read as if written "parties of the first part."

Witness the signature of the party of the first part, on this the 20th day of December, 1996

John M. Smith
JOHN SMITH
Edna Smith
EDNA SMITH

IN REF: JOHN AND EDNA SMITH

EXHIBIT "A"

Lot 430, Section C, Eastover Subdivision, in Section 29, Township 1 South, Range 6 West, DeSoto County, Mississippi, as shown by the plat appearing of record in Plat Book 12, Pages 39-40, in the Office of the Chancery Clerk of DeSoto County, Mississippi.

This being the same property conveyed to John Michael Smith and wife, Edna Maxine Smith from Tommy Burse by deed dated December 19, 1985, recorded December 23, 1985 in Book 183, Page 525, recorded in the Chancery Clerk's Office of Desoto County, Mississippi.

Parcel No.: 1069 2907.0-00430.00

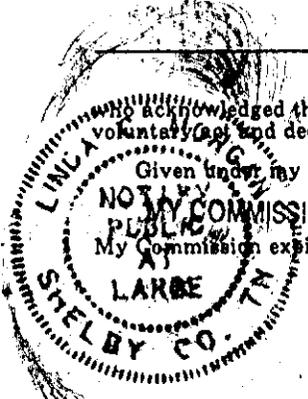
Property also known as: 7400 Kingcrest, Olive Branch, Mississippi

39-417359

BOOK 882 PAGE 731

STATE OF Tennessee
COUNTY OF Shelby } ss.

Personally appeared before me, the undersigned Notary Public, in and for the State and County aforesaid, the within named
JOHN AND EDNA SMITH



Who acknowledged that They signed and delivered the foregoing trust deed on the day and year therein mentioned as THEIR voluntary act and deed.

Given under my hand and seal this the 20th day of December, 1996.

NOTARY COMMISSION EXPIRES JULY 10, 2000
My Commission expires: _____

Jude C. Morgan
Notary Public.

Grantor's Mailing Address
JOHN AND EDNA SMITH
7400 KINGCREST RD.
OLIVE BRANCH, MS., 38654

This instrument prepared by:
NATIONAL BANK OF COMMERCE
ONE COMMERCE SQUARE
MEMPHIS, TN., 38150
901-529-4738

Compliments of
Mid-South Title Insurance Corporation
One Commerce Square
Memphis, Tennessee

TRUST DEED

FROM

TO

FOR THE USE OF _____ Trustee

STATE OF MISSISSIPPI
County of _____ } ss.

I, _____ Clerk

of the Chancery Court and ex-officio Recorder for the County and State aforesaid, do hereby certify that the within instrument of writing was filed for record in my office on the _____

day of _____ A.D. 19____ at _____ o'clock _____ M., and has been this day duly recorded in Trust Deed Record _____

Page _____
WITNESS my hand and official seal, this _____ day of _____ 19____.

Clerk.

TITLE INSURANCE is the only guaranteed protection against real estate title losses.