

FDONN9202008102804A

SIMPLE INTEREST FIXED RATE NOTE/DISCLOSURE AND SECURITY AGREEMENT

BORROWER: "I", "ME" AND "MY" MEANS EACH BORROWER BELOW JOINTLY AND SEVERALLY		LENDER: "YOU" AND "YOUR" MEANS THE LENDER, ITS SUCCESSORS AND ASSIGNS		OFFICER NO.	003
Thomas P. Gibson AND Patsy Gibson 1457 Creekstone Dr Corydon, IN 47112		Peoples Bank & Trust Company Of Pickett 19 Courthouse Square Byrdstown, TN 38549 (931)-864-3168		CUSTOMER NO.	4695
				LOAN NO.	.0
				RENEWAL OF	
				LOAN DATE	September 29, 2008
				MATURITY DATE	March 02, 2009
				LOAN AMOUNT	\$1,500,252.00

NOTE AND SECURITY AGREEMENT

NOTE: FOR VALUE RECEIVED, I PROMISE TO PAY YOU, OR TO YOUR ORDER, AT YOUR ADDRESS ABOVE, THE PRINCIPAL SUM OF: One Million Five Hundred Thousand Two Hundred Fifty Two and 00/100 DOLLARS (\$ 1,500,252.00) PLUS INTEREST FROM 09/29/2008 AT THE RATE OF 7.500 % PER YEAR. INTEREST ACCRUES ON A Actual/365 Day BASIS.

PAYMENTS:

THIS NOTE IS DUE ON DEMAND, IF NO DEMAND THEN:

Principal and interest are due and payable in 154 days on March 02, 2009.

LATE CHARGES: IN ADDITION TO THE PAYMENTS STATED HEREIN, I AGREE TO PAY LATE CHARGES AS SET FORTH IN THE TRUTH IN LENDING DISCLOSURES BELOW.

POST MATURITY INTEREST: INTEREST WILL ACCRUE AFTER MATURITY ON THE UNPAID BALANCE OF THIS NOTE ON THE SAME BASIS AS INTEREST ACCRUES PRIOR TO MATURITY, UNLESS A SPECIFIC POST-MATURITY INTEREST RATE IS AGREED TO IN THE NEXT SENTENCE. ☐ IF CHECKED, INTEREST WILL ACCRUE AT THE RATE OF _____ % PER YEAR ON THE BALANCE OF THIS NOTE NOT PAID AT MATURITY, INCLUDING MATURITY BY ACCELERATION.

MINIMUM FINANCE CHARGE: ☐ IF CHECKED, I AGREE TO PAY A MINIMUM FINANCE CHARGE OF \$ _____ IF I PAY THIS LOAN BEFORE YOU HAVE EARNED THAT MUCH IN FINANCE CHARGES.

SECURITY AGREEMENT: ☐ IF CHECKED, I GIVE YOU A SECURITY INTEREST IN THE PROPERTY DESCRIBED BELOW TO SECURE THE OBLIGATIONS OF THIS LOAN.

☒ IF CHECKED, THIS NOTE IS SECURED BY A SEPARATE:

Mortgage

☒ ALL DEBTS - THE PROPERTY WILL ALSO SERVE AS COLLATERAL FOR ALL PRESENT AND FUTURE DEBTS.

THE PURPOSE OF THE LOAN IS: Business Operation

TRUTH IN LENDING DISCLOSURES

ANNUAL PERCENTAGE RATE		FINANCE CHARGE	AMOUNT FINANCED	TOTAL OF PAYMENTS
THE COST OF MY CREDIT AS A YEARLY RATE.		THE DOLLAR AMOUNT THE CREDIT WILL COST ME.	THE AMOUNT OF CREDIT PROVIDED TO ME OR ON MY BEHALF.	THE AMOUNT I WILL HAVE PAID WHEN I HAVE MADE ALL SCHEDULED PAYMENTS.
7.508 %		\$ 47,525.73	\$ 1,500,200.00	\$ 1,547,725.73
NO. OF PAYMENTS	AMOUNT OF PAYMENTS	WHEN PAYMENTS ARE DUE		
1	\$ 1,547,725.73	Due on or before March 02, 2009		
	\$			
	\$			
	\$			

THIS NOTE HAS A DEMAND FEATURE.

I HAVE THE RIGHT TO RECEIVE AT THIS TIME AN ITEMIZATION OF THE AMOUNT FINANCED. I ☒ DO ☐ DO NOT WANT AN ITEMIZATION. _____ INITIALS

SECURITY INTEREST: I AM GIVING A SECURITY INTEREST IN:

☐ THE GOODS OR PROPERTY BEING PURCHASED.

☒ COLLATERAL SECURING OTHER LOANS WITH YOU MAY ALSO SECURE THIS LOAN.

☐ OTHER PROPERTY _____

FILING FEES \$ _____

NON-FILING INSURANCE \$ _____

LATE CHARGE:

IF MY PAYMENT IS MORE THAN 15 DAYS LATE, I WILL PAY A LATE CHARGE EQUAL TO 5.000 % OF THE PAYMENT AMOUNT.

PREPAYMENT:

IF I PAY THIS NOTE EARLY, I WILL NOT HAVE TO PAY A PENALTY. IF I PAY THIS NOTE EARLY, I WILL NOT BE ENTITLED TO A REFUND OF PART OF THE FINANCE CHARGE.

☐ MINIMUM FINANCE CHARGE: I MAY BE CHARGED A MINIMUM FINANCE CHARGE.

ASSUMPTION: SOMEONE BUYING MY HOUSE CANNOT ASSUME THE REMAINDER OF THE MORTGAGE ON THE ORIGINAL TERMS.

I CAN SEE MY CONTRACT DOCUMENTS FOR ANY ADDITIONAL INFORMATION ABOUT NONPAYMENT, DEFAULT, ANY REQUIRED REPAYMENT BEFORE THE SCHEDULED DATE, AND PREPAYMENT REFUNDS AND PENALTIES.

ADDITIONAL PROVISIONS

EXHIBIT

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PROPERTY INSURANCE: I may obtain property insurance from _____ as I want that to be acceptable to you. If I get the insurance from _____ through you I will pay \$ _____ for _____ of coverage. FLOOD INSURANCE: Flood insurance ☐ is ☒ is not required. I may obtain flood insurance from anyone that is acceptable to you. If I get the insurance from or through you I will pay \$ _____ for _____ of coverage.

e means an estimate

ITEMIZATION OF AMOUNT FINANCED	
AMOUNTS PAID TO OTHERS ON MY BEHALF - (*) MEANS WE MAY BE RETAINING A PORTION OF THIS AMOUNT BELOW.	
Financed Prepaid Finance Charges	62.00
1105 - Document Preparation Fee	200.00
PLUS: AMOUNT GIVEN TO ME DIRECTLY	1,500,000.00
LESS: PREPAID FINANCE CHARGES	62.00
EQUALS: AMOUNT FINANCED	1,500,200.00

ADDITIONAL TERMS OF THE NOTE AND SECURITY AGREEMENT

I ALSO AGREE TO THE FOLLOWING:

1. **DEFINITION:** "Loan" means this Note, Security Agreement, and Truth in Lending Disclosure, regardless of whether provided as an integrated document or separate documents; and any document referred to in the Note, Security Agreement, or Truth in Lending Disclosure is hereby incorporated by reference and made a part of the Loan. It also means any extensions, renewals, modifications, or substitutions of this Loan.
2. **PAYMENT:** Unless specifically stated otherwise in the payment of the Note, each payment I make will be applied first to any charges, costs, fees, or expenses I owe other than principal and interest, then to interest that is due, and finally to unpaid principal.
3. **MY OBLIGATION:** I understand and agree that my obligation to pay this Loan is separate and independent of any other person's obligation to pay it. I will still be obligated to pay this Loan even if you release any other person who has agreed to pay, extend new credit or renew or modify this Loan, or relinquish any right(s) you may have against me or any other person obligated to pay this Loan.
4. **MATURITY:** For purposes of this note the term "maturity" shall mean the following:
 - If the note is a "demand" note, the date you make your demand or the date that payment of the note is accelerated by you, whichever is earlier;
 - If the note is a "demand" note, with a stated alternate maturity date, the date of your demand or the alternative maturity date or the date that you accelerate payment of the note, whichever date is earlier; or
 - In all other cases, the date set for the last regularly scheduled payment of principal or the date that you accelerate payment of the note, whichever date is earlier.
5. **SET-OFF:** You have the right to set-off my deposit accounts and any other rights that I may have to receive the payment of money from you. You may exercise your right of set-off without notice to me and without regard to the type or value of collateral or the existence of any guaranty or other agreement to pay this note. You will not be responsible for the dishonor of any check when that dishonor occurs as a result of your exercise of the right of set-off against my account.
6. **PURCHASE MONEY SECURITY INTEREST:** With respect to purchase money security interest arising under this security agreement:
 - Payments made on non-purchase money loans secured by this agreement will not be deemed applicable to any purchase money loans, and
 - Payments made on any purchase money loan will be applied first to any non-purchase money portion of said loan, with the remaining balance to be applied to the purchase money obligations in the order in which the items of collateral were acquired. A purchase money loan means a loan used in whole or in part to acquire the collateral which secures the loan and any extension, renewal, consolidation or refinancing of such loans.
7. **ADDITIONAL SECURITY AND INDEBTEDNESS:** In addition to the collateral described on the face hereof, this Loan is secured by any additions, repairs, replacements, accessions, products or proceeds, including proceeds of any insurance payable as a result of loss or damage to the collateral, and any similar acquired collateral of the type specified. However, the security interest shall not attach to household goods not purchased with the proceeds of this loan or to other after-acquired consumer goods, with the exception of accessions, unless such after-acquired consumer goods are acquired within ten (10) days after you make this loan. Each present or future agreement securing debt I owe you will also secure the payment of this Loan, unless: (1) the property securing other debt is my principal dwelling and you fail to provide me and all other persons with ownership interest in the dwelling with a required notice of the right to rescind; or (2) the property securing other debt is in household goods.
8. **WARRANTY OF TITLE:** I warrant to you that I own the collateral free and clear of liens or security interests, other than the security interest created hereunder and I will defend the collateral against any asserted claims or demands by other parties.
9. **COLLATERAL INSURANCE:** I agree at all times to keep the collateral insured against all insurable hazards in amounts equal to the full cash value of the collateral. Such insurance shall be in such companies as may be acceptable to you, with provisions satisfactory to you for payment of all losses thereunder to you as your interest may appear, and, if required by you, I will deposit the policies with you. Any money received by you under said policies may be applied to the payment of any indebtedness secured hereby, whether or not due and payable, or at your option may be delivered by you to me for the purpose of repaying or restoring the collateral. I hereby assign to you all right to receive proceeds of insurance not exceeding the amounts secured by my loan, direct any insurer to pay all proceeds directly to you, and appoint you as my attorney-in-fact to endorse any draft or check made payable to me in order to collect the benefit of any such insurance. If I fail to keep the collateral insured as required by you, or if I fail to furnish to you evidence of such insurance, I will be in default, and you may, at your option and discretion, and in addition to your other remedies at law or in equity or by contract, pursue such insurance. Provided, however, you are not obligated to pay any insurance premiums or carry any form of insurance on the collateral. If you purchase such insurance, I agree to reimburse you for the premium, plus accrued interest. My obligation to so reimburse you for the purchase of such insurance shall be secured by the collateral, and shall bear interest at the simple interest rate set forth in my loan documents or in effect at the time you purchase the insurance. At your option, I agree to either reimburse you on demand for the premium paid by you to purchase such insurance, to pay said sums in any manner of installments required by you in connection with the remaining payments outstanding pursuant to this my loan, to pay as a balloon payment at the maturity of my loan or to allow you to extend the maturity of my loan in order to provide for my reimbursement of you for the payment of the premium for such insurance. However, your action to reschedule my payments to provide for reimbursement of the premium you paid for such insurance shall not create a new obligation or satisfy or replace my original obligation, but shall be simply a continuation of my original obligation. I understand the insurance that you purchase WILL NOT provide any form of liability insurance for my benefit or anyone claiming through me. You may obtain this insurance through one or more companies, other than the insurance company used by me and such insurance will generally be more expensive than the insurance coverage I could voluntarily obtain from another insurance company. If I obtain the required insurance on the collateral after you have purchased insurance hereunder, and I furnish to you satisfactory evidence that such insurance has been purchased, I will be entitled to a refund of the unused portion of the premium for the insurance you purchased, calculated from the effective date of the required insurance that I purchase on the collateral. I authorize you to forward any information that you deem necessary to third parties performing services incidental to your rights and duties under this Loan, including but not limited to insurance monitoring and placement services.
10. **PRESERVATION OF COLLATERAL:** I will preserve and maintain the collateral and keep the collateral in good condition and repair and will allow you to inspect the collateral at any time. If I fail to pay any charges that I am obligated to pay to preserve or protect the secured property, I authorize you to make these payments on my behalf and add these payments to the unpaid principal balance of this note. These payments will then be secured by the property.
11. **TAXES:** I will pay all taxes and other encumbrances on the collateral promptly, and I will otherwise maintain the collateral free and clear of any liens, encumbrances or other security interests.
12. **SALE OF COLLATERAL (AND ASSUMPTION):** I will not sell, convey, lease or otherwise transfer the collateral or any part of it without first obtaining written consent from you. Unless you otherwise agree in writing, this Loan cannot be assumed by any person. If I attempt to transfer any interest in the collateral, including possession, I will be in default of this Loan.
13. **DEFAULT:** I will be in default of this Loan if any of the following events occur:
 - I fail to make a required payment when due;
 - I breach any promise I have made to you under the terms of this note, the security agreement (if applicable) or any other loan or agreement with you;
 - Any representation, warranty, promise or statement that I have made to you proves to be (or at the time it was made or given was) materially false or incorrect;
 - I die, become insolvent, or initiate bankruptcy or similar proceedings, or am adjudged a bankrupt;
 - Any of my property in which you have lien or security interest is attached or otherwise taken by another creditor, including any garnishment of my accounts with you;
 - I fail to maintain insurance covering the collateral;
 - The maturity of any indebtedness I owe to others is accelerated as a result of the occurrence of a default under this or any other agreement;
 - You at any time believe that the prospect for repayment for any portion of the indebtedness secured hereby is significantly impaired.
14. **LENDER'S REMEDIES:** Upon default, you may at your option, do one or more of the following:
 - You may, without notice, accelerate the maturity date of this note and require that all unpaid charges, interest and principal balances be immediately due and payable;
 - You may exercise your right of set-off against any right I have to receive payment of money from you;
 - You may exercise any rights or remedies you have under any other agreement which secures this note;
 - You may demand additional security or obligors to insure repayment of this note.
15. **REMEDIES UNDER THE SECURITY AGREEMENT:** If I default, you may exercise all of the rights and remedies available to a secured creditor under the Uniform Commercial Code or other applicable federal or state law. I will be obligated to make the property available to you at a reasonably convenient place and time. I agree that you are then authorized to take possession of the collateral and sell it as provided under the terms of the Uniform Commercial Code or other applicable federal or state law. I agree that written notice sent to my address on the face of the note by first class mail ten (10) days in advance of any such sale will be reasonable notice.
16. **WAIVER:** To the extent permitted by law, I waive presentment, demand for payment, protest and notice of dishonor. No waiver of a default shall be deemed a waiver of any other or later default. If under the terms of this Loan, a security interest would be created in a principal dwelling used by me or any other person as a home, you waive the security interest so created unless you have given an appropriate opportunity to rescind and the owner of the property has not exercised that right.
17. **PURCHASE MONEY LOAN:** If this is a purchase money loan, you may include the name of the seller on the check or draft for this loan.
18. **FINANCING STATEMENT:** I authorize you to file a financing statement describing the secured property and any other liens held by you. I represent and warrant that my exact legal name and address of legal residence is set forth on the first page of this Loan.
19. **SECURED BY REAL ESTATE OR RESIDENCE:** If this Loan is secured by real estate or a residence that is personal property, a default and your remedies for default will be determined by the terms of any separate document creating the security interest, applicable federal or state law, and, to the extent permitted by law and not contrary to the terms of the separate security document, by this Loan.
20. **ATTORNEY'S FEES AND COLLECTION COSTS:** In the event of default, I agree to pay all reasonable costs you incur to collect on this Loan, including attorney's fees, court costs, and other legal expenses.
21. **GOVERNING LAW:** This Loan shall be governed by the laws of the State of Tennessee and the United States of America.

Notice of Furnishing Negative Credit Information

You may report information about my loan account to credit bureaus. Late payments, missed payments, or other defaults on my account may be reflected in my credit report.

Third Party Agreement

I own the Property described in the Security section of this Note and Security Agreement and I agree to give you a security interest in that Property. I am not personally liable for payment of this debt. If the Borrower defaults, my interest in the secured Property may be used to satisfy the Borrower's debt. By signing, I agree to the terms of this Note and Security Agreement and acknowledge receipt of a complete copy of this Loan.

_____ (Seal)	_____ (Seal)
Date	Date
_____ (Seal)	_____ (Seal)
Date	Date

CO-SIGNERS: As a co-signer I agree that I must pay this note if it is not otherwise paid by Borrower when due. I understand that you may sue any co-signer separately or jointly, and you do not have to notify me if this note is not paid in a timely manner. The obligations of the co-signers executing this Loan shall not be affected by any discharge in bankruptcy granted to one or more Borrowers or co-signers of this Loan.

Notice to Co-Signer

You (the Co-Signer) are being asked to guaranty this debt. Think carefully before you do. If the Borrower does not pay the debt, you will have to. Be sure you can afford to pay if you have to, and that you want to accept this responsibility.

You may have to pay up the full amount of the debt if the Borrower does not pay. You may also have to pay late fees or collection costs, which increase this amount.

The Bank can collect this debt from you without first trying to collect from the Borrower. The Bank can use the same collection methods against you that can be used against the Borrower, such as suing you, garnishing your wages, etc. If this debt is ever in default, that fact may become part of your credit record.

This Notice is not the contract that makes you liable for the debt.

X _____
Co-Signer Signature or Initials

X _____
Co-Signer Signature or Initials

FTC NOTICE

IF APPLICABLE, ANY HOLDER OF THIS CONSUMER CREDIT CONTRACT IS SUBJECT TO ALL CLAIMS AND DEFENSES WHICH THE DEBTOR COULD ASSERT AGAINST THE SELLER OF GOODS OR SERVICES OBTAINED PURSUANT HERETO OR WITH THE PROCEEDS HEREOF. RECOVERY HEREUNDER BY THE DEBTOR SHALL NOT EXCEED AMOUNTS PAID BY THE DEBTOR HEREUNDER.

Signatures

By signing under seal, I agree to the terms of this Loan and also acknowledge receipt of a copy of this Note and Security Agreement.

Thomas P. Gibson
BORROWER: Thomas P. Gibson Date _____

Patsy Gibson
BORROWER: Patsy Gibson Date _____

Date _____

Date _____

Date _____

Date _____

FDONJ09292008102839A

BARBARA MATHES
HARRISON COUNTY RECORDER 12P
PAT Date 09/30/2008 Time 13:39:41
I 200805809 Page 1 of 12

MORTGAGE AND SECURITY AGREEMENT

Mortgagor (first name, last name):

Gibson, Thomas P. AND Gibson, Patsy

Mortgagee:

Peoples Bank & Trust Company Of Pickett County

1467 Creeksong Dr

Mailing Address

Corydon

IN

47112

City

State

Zip

19 Courthouse Square

Mailing Address

Byrdstown

TN

38549

City

State

Zip

STATE OF INDIANA

COUNTY OF Harrison and Floyd

THIS MORTGAGE AND SECURITY AGREEMENT (herein referred to as the "Mortgage") is made and entered into this day by and between Mortgagor and Mortgagee.

KNOW ALL MEN BY THESE PRESENTS: THAT WHEREAS

Thomas P. Gibson AND SPOUSE, Patsy Gibson

has become indebted to Mortgagee in the principal sum of

One Million Five Hundred Thousand Two Hundred Fifty Two and 00/100

Dollars (\$ 1,500,252.00)

evidenced by ONE

promissory note of even date herewith in favor of Mortgagee, said note maturing on 03/02/2009.

WHEREAS, Mortgagor desires to secure prompt payment of (a) the indebtedness described above according to its terms and any extensions, modifications or renewals thereof, (b) any additional and future advances with interest thereon that Mortgagee may make to Mortgagor as provided in Paragraph 2, (c) any other indebtedness that Mortgagor may now or hereafter owe to Mortgagee as provided in Paragraph 3, (d) any advances with interest that Mortgagee may make to protect the property herein conveyed as provided in Paragraph 6, 7 and 8, and (e) any advance with interest that Mortgagee may make for attorneys' fees and other expenses as provided in Paragraph 19 (all being referred to herein as the "Indebtedness").

NOW THEREFORE, in consideration of the Indebtedness,

Thomas P. Gibson AND SPOUSE, Patsy M. Gibson AND
John F. Gibson AND SPOUSE, Debra Gibson AND
Eastern Livestock Company, LLC

does hereby grant, bargain, sell, mortgage, convey and warrant unto Mortgagee all of Mortgagor's right, title, and interest in and to the real property described below situated in the County of Harrison and Floyd, State of Indiana.

See Exhibit "A"

EXHIBIT

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Together with all existing or subsequently erected or affixed buildings, improvements and fixtures; all easements, rights of way, and appurtenances; and all water, water rights, watercourses and ditch rights relating to the real property (all being herein referred to as the "Property"). Notwithstanding any provision in this Mortgage or in any other agreement with Mortgagee, Mortgagee shall not have a nonpossessory security interest in, and the Property shall not include, any household goods (as defined in Federal Reserve Board Regulation AA, Subpart B), unless the household goods are identified in a security instrument and are acquired as a result of a purchase money obligation. Such household goods shall only secure said purchase money obligation (including any renewal or refinancing thereof).

TO HAVE AND TO HOLD the same and every part thereof unto Mortgagee, its successors and assigns forever.

If Mortgagor shall pay all indebtedness promptly when due and shall perform all covenants made by Mortgagor, then this Mortgage shall be void and of no effect. If Mortgagor shall be in default as provided in Paragraph 12, then, in that event, the entire indebtedness, together with all interest accrued thereon, shall, at the option of Mortgagee, be and become at once due and payable without notice to Mortgagor, and Mortgagee, at its option, may exercise any one or more of the following rights and remedies, in addition to any other rights or remedies provided by law:

(a) Mortgagee shall have all rights and remedies of a secured party under the Uniform Commercial Code to the extent any of the Property constitutes fixtures or other personal property.

(b) Mortgagee shall have the right, without notice to Mortgagor, to take possession of the Property and collect all rents as provided in Paragraph 9 and apply the net proceeds, over and above Mortgagee's costs, against the indebtedness. In furtherance of this right, Mortgagee may require any tenant or other user of the Property to make payments of rent or use fees directly to Mortgagee. If the rents are collected by Mortgagee, then Mortgagor irrevocably designates Mortgagee as Mortgagor's attorney-in-fact to endorse instruments received in payment thereof in the name of Mortgagor and to negotiate the same and collect the proceeds. Payments by tenants or other users to Mortgagee in response to Mortgagee's demand shall satisfy the obligations for which the payments are made, whether or not any proper grounds for the demand existed. Mortgagee may exercise its rights under this subparagraph either in person, by agent, or through a receiver.

(c) Mortgagee shall have the right to have a receiver appointed to take possession of all or any part of the Property, with the power to protect and preserve the Property, to operate the Property preceding foreclosure or sale, and to collect the rents from the Property and apply the proceeds, over and above the cost of the receivership, against the indebtedness. The receiver may serve without bond if permitted by law. Mortgagee's right to the appointment of a receiver shall exist whether or not the apparent value of the Property exceeds the indebtedness by a substantial amount. Employment by Mortgagee shall not disqualify a person from serving as a receiver.

(d) Mortgagee shall have the right to obtain a judicial decree foreclosing Mortgagor's interest on the Property.

(e) Following foreclosure Mortgagee shall be authorized to take possession of the Property, and, with or without taking such possession, after giving notice of the time, place and terms of sale pursuant to statute, together with a description of the Property to be sold and required publication to sell the Property.

(f) If permitted by applicable law, Mortgagee may obtain a judgment for any deficiency remaining in the indebtedness due to Mortgagee after application of all amounts received from the exercise of the rights provided in this Mortgage.

(g) If Mortgagor remains in possession of the Property after the Property is sold as provided above or Mortgagee otherwise becomes entitled to possession of the Property upon default of Mortgagor, Mortgagor shall become a tenant at sufferance of Mortgagee or the purchaser of the Property and shall, at Mortgagee's option, either (a) pay a reasonable rental for the use of the Property, or (b) vacate the Property immediately upon the demand of Mortgagee.

From the proceeds of any sale of the Property, Mortgagee shall first pay all costs of the sale (including but not limited to reasonable attorneys' fees incurred by Mortgagee in connection therewith or in connection with any proceeding whatsoever, whether bankruptcy or otherwise, seeking to enjoin or stay the foreclosure of this Mortgage, or otherwise challenging the right of Mortgagee to foreclose this Mortgage); then amounts due on other loans and mortgages having priority over this Mortgage; then the indebtedness due to Mortgagee; and then the balance, if any, to Mortgagor or to whomever then appears of record to be the owner of Mortgagor's interest in the Property, including but not limited to, any subordinate lienholder.

IT IS AGREED that this conveyance is made subject to the covenants, stipulations and conditions set forth below which shall be binding upon all parties hereto.

1. Mortgagor is lawfully seized in fee simple and possessed of the Property and has a good right to convey the same as aforesaid. The Property is free and clear of all encumbrances, easements, and restrictions not herein specifically mentioned or set forth in any title insurance policy, title report, or final title opinion issued in favor of, and accepted by, Mortgagee in connection with this Mortgage. Mortgagor will warrant and forever defend the title to the Property against the claims of all persons whomsoever.

2. This Mortgage shall also secure all future and additional advances that Mortgagee may make to Mortgagor from time to time upon the security herein conveyed. Such advances shall be optional with Mortgagee and shall be on such terms as to amount, maturity and rate of interest as may be mutually agreeable to both Mortgagor and Mortgagee. Any such advance may be made to any one of the Mortgagors should there be more than one, and if so made, shall be secured by this Mortgage to the same extent as if made to all Mortgagors.

3. This Mortgage shall also secure any and all other indebtedness of Mortgagor due to Mortgagee with interest thereon as specified, or of any of the Mortgagors should there be more than one, whether direct or contingent, primary or secondary, sole, joint or several, now existing or hereafter arising at any time before cancellation of this Mortgage. Such indebtedness may be evidenced by note, open account, overdraft, endorsement, guaranty or otherwise.

4. Notwithstanding the foregoing, if any disclosure required by 12 C.F.R. §§ 226.16, 226.18(b) or 226.23, or 24 C.F.R. §§ 2500.6, 3500.7, or 3500.10, or any successor or regulations, has not been timely provided in connection with one or more loans, credit extensions or obligations of Mortgagor, or any other person whose obligations are secured hereby, then the security interest in the Property granted hereby shall not secure the obligation or obligations for which the required disclosure was not given.

5. Mortgagor shall keep all buildings, improvements and fixtures on the real property herein conveyed insured against fire, all hazards included within the term "extended coverage," flood in areas designated by the U.S. Department of Housing and Urban Development as being subject to overflow, and such other hazards as Mortgagee may reasonably require in an amount sufficient to avoid application of any coinsurance clause. All policies shall be written by reliable insurance companies acceptable to Mortgagee, shall include a standard mortgagee's clause in favor of Mortgagee providing at least 10 days notice to Mortgagee of cancellation, and shall be delivered to Mortgagee. Mortgagor shall promptly pay when due all premiums charged for such insurance and shall furnish Mortgagee the premium receipts for inspection. Upon Mortgagor's failure to pay the premiums, Mortgagee shall have the right, but not the obligation, to pay such premiums or obtain single interest insurance for the sole benefit of Mortgagee (with such coverage as determined by Mortgagee in its sole discretion), and/or to hold the Mortgagor in default and exercise its rights as a secured creditor and may make use of any other remedy available under this Mortgage or any other agreements with the Mortgagor, including, but not limited to, foreclosure of the Property or any other collateral that secures the indebtedness. In the event of a loss covered by the insurance in force, Mortgagor shall promptly notify Mortgagee, who may make proof of loss if timely proof is not made by Mortgagor. All loss payments shall be made directly to Mortgagee as loss payee, who may either apply the proceeds to the repair or restoration of the damaged improvements or to the indebtedness, or release such proceeds in whole or in part to Mortgagor.

6. Mortgagor shall pay all taxes and assessments, general or special, levied against the Property or upon the interest of Mortgagee therein, during the term of this Mortgage before such taxes or assessments become delinquent, and shall furnish Mortgagee the tax receipts for inspection. Should Mortgagor fail to pay all taxes and assessments when due, Mortgagee shall have the right, but not the obligation, to make these payments.

7. Mortgagor shall keep the Property in good repair and shall not permit or commit waste, impairment or deterioration thereof. Mortgagor shall use the Property for lawful purposes only. Mortgagee may make or arrange to be made entries upon and inspections of the Property after first giving Mortgagor notice prior to any inspection specifying a just cause related to Mortgagee's interest in the Property. Mortgagee shall have the right, but not the obligation, to cause needed repairs to be made to the Property after first affording Mortgagor a reasonable opportunity (not to exceed 30 days) to make the repairs. Any inspection or repair shall be for the benefit of Mortgagee only.

Should the purpose of the primary indebtedness for which this Mortgage is given as security be for construction of improvements on the real property herein conveyed, Mortgagee shall have the right to make or arrange to be made entries upon the Property and inspections of the construction in progress, which shall be for Mortgagee's sole benefit. Should Mortgagee determine that Mortgagor is failing to perform such construction in a timely and satisfactory manner, Mortgagee shall have the right, but not the obligation, to take charge of and proceed with the construction at the expense of Mortgagor after first affording Mortgagor a reasonable opportunity (not to exceed 30 days) to continue the construction in a manner agreeable to Mortgagee.

8. Any sums advanced by Mortgagee for insurance, taxes, repairs or construction as provided in Paragraphs 5, 6 and 7 shall be secured by this Mortgage as advances made to protect the Property and shall be payable by Mortgagor to Mortgagee, with interest at the rate specified in the instrument representing the primary indebtedness, within thirty days following written demand for payment sent by Mortgagee to Mortgagor by certified mail. Receipts for insurance premiums, taxes and repair or construction costs for which Mortgagee has made payment shall serve as conclusive evidence thereof.

9. As additional security, Mortgagor hereby grants a security interest in and assigns to Mortgagee all of Mortgagee's right, title and interest in and to all leases of the Property and all rents (defined to include all present and future rents, revenues, income, issues, royalties, profits and other benefits) accruing on the Property. Mortgagor shall have the right to collect and retain any rents as long as Mortgagor is not in default as provided in Paragraph 12. In the event of default, Mortgagee in person, by an agent or by a judicially appointed receiver shall be entitled to enter upon, take possession of and manage the Property and collect the rents. All rents so collected shall be applied first to the cost of managing the Property and collecting the rents, including fees for a receiver and an attorney, commissions to rental agents, repairs and other necessary related expenses, and then to payments on the indebtedness.

10. If all or any part of the Property, or an interest therein, is sold or transferred by Mortgagor, excluding (a) the creation of a lien subordinate to this Mortgage for which Mortgagee has given its written consent, (b) a transfer by devise, by descent or by operation of law upon the death of a joint owner or (c) the grant of a leasehold interest of three years or less not containing an option to purchase, Mortgagee may declare all the indebtedness to be immediately due and payable.

11. If all or any part of the Property is condemned by eminent domain proceedings or by any proceeding or purchase in lieu of condemnation, Mortgagee may at its election require that all or any portion of the net proceeds of the award be applied to the indebtedness or the repair or restoration of the Property. The net proceeds of the award shall mean the award after payment of all reasonable costs, expenses, and attorneys' fees incurred by Mortgagee in connection with the condemnation. If any proceeding in condemnation is filed, Mortgagor shall promptly notify Mortgagee in writing, and Mortgagor shall promptly take such steps as may be necessary to defend the action and obtain the award. Mortgagor may be the nominal party in such proceeding, but Mortgagee shall be entitled to participate in the proceeding and to be represented in the proceeding by counsel of its own choice, and Mortgagor will deliver or cause to be delivered to Mortgagee such instruments as may be requested by it from time to time to permit such participation.

12. Mortgagor shall be in default under the provisions of this Mortgage at the option of Mortgagee if (a) Mortgagor shall fail to comply with any of Mortgagor's covenants or obligations contained herein, (b) Mortgagor shall fail to pay any of the indebtedness, or any installment thereof or interest thereon, as such indebtedness, installment or interest shall be due by contractual agreement or by acceleration, (c) Mortgagor becomes bankrupt or insolvent or is placed in receivership, (d) Mortgagor shall, if a corporation, a partnership or other legal entity, be dissolved voluntarily or involuntarily, (e) any warranty, representation or statement made or furnished to Mortgagee by or on behalf of Mortgagor under this Mortgage or related documents is false or misleading in any material respect, either now or at the time made or furnished, (f) this Mortgage or any related document(s) ceases to be in full force and effect (including failure of any security instrument to create a valid and perfected security interest or lien) at any time and for any reason, (g) Mortgagor breaches the terms of any other agreement between Mortgagor and Mortgagee, including without limitation, any agreement concerning any indebtedness or other obligation of Mortgagor to Mortgagee, whether existing now or later, and does not remedy the breach within any grace period provided therein, or (h) Mortgagee in good faith deems itself insecure and its prospect of repayment seriously impaired.

[illegible]

Each party hereto, option to remove or amend any provision of this Mortgage is distinct from every other provision, option to remove or amend any provision hereof or in any and all related documents, or amended by Mortgage or by any other owner or holder of the indebtedness. Mortgages shall not be deemed to have waived any rights under this Mortgage (or any part of the Mortgage) exceeding any right that shall operate as a waiver of such right or any other right. A release, in whole or in part, by any party of this Mortgage shall not constitute a waiver of or prejudice the party's right to enforce or to obtain judgment on this Mortgage or any other provision. No prior waiver by Mortgagee, or any of Mortgagee's assignees or Mortgagee's obligors, shall constitute a waiver of any of Mortgagee's rights in any and all related documents, or in any and all future transactions. Whenever consent by Mortgagee is required in this Mortgage, the granting of such consent by Mortgagee in any instance shall not constitute continuing consent to subsequent instances where such consent is required.

Mortgagee has compiled, and will comply with the Indiana Responsible Property Transfer Law, IC 13-25-3-1 et seq. (the "Disclosure Law"), by: (A) [U] the completion and delivery to Mortgagee of a disclosure document in the form required by the Disclosure Law (the "Disclosure Document"); (B) the timely recording in the Office of the Recorder of the County in which the Mortgaged Property is located of a Disclosure Document, and (C) the timely filing of the Disclosure Document in the Office of the Indiana Department of Environment and Management; or (B) Mortgagee has determined after diligent investigation, and Mortgagee hereby certifies to Mortgagee, that the Mortgaged Property does not constitute "property" under the Disclosure Law, and therefore, delivery, filing and recording of a Disclosure Document is not required, because:

The foregoing property is not listed in the Comprehensive Environmental Response, Compensation and Liability Information System (CERCLIS) in accordance with Section 116 of CERCLA (42 U.S.C. 9816).

Mortgagor covenants and agrees to maintain the Property at all times (a) free of any Hazardous Substance (except in compliance with all Environmental Requirements) and (b) in compliance with all Environmental Requirements.

Mortgagor agrees promptly: (a) to notify Mortgagee in writing of any change in the nature or extent of Hazardous Substances maintained on or with respect to the Property, (b) to transmit to Mortgagee copies of any citations, orders, notices or other material governmental communications received with respect to Hazardous Substances upon, about or beneath the Property or the violation or breach of any Environmental Requirements, (c) to observe and comply with any and all Environmental Requirements relating to the use, maintenance and disposal of Hazardous Substances or transportation, generation and disposal of Hazardous Substances, (d) to pay, perform or otherwise satisfy any fine, charge, penalty, fee, damage, order, judgment, decree or imposition related thereto which, if unpaid, would constitute a lien on the Property, unless (i) the validity thereof shall be contested diligently and in good faith by appropriate proceedings and with counsel reasonably satisfactory to Mortgagee and (ii) so long as Mortgagor shall at all times have deposited with Mortgagee, or posted a bond satisfactory to Mortgagee in a sum equal to the amount necessary (in the reasonable discretion of Mortgagee) to comply with such order or directive (including, but not limited to, the amount of any fine, penalty, interest or costs that may become due thereon by reason of or during such contest); provided, however, that payment in full with respect to such fine, charge, penalty, fee, damage, order, judgment, decree or imposition shall be made not less than twenty (20) days before the first date upon which the Property, or any portion thereof, may be seized and sold in satisfaction thereof, and (e) to take all appropriate response actions, including any removal or remedial actions necessary in order for the Property to be or remain in compliance with all Environmental Requirements, in the event of a release, emission, discharge or disposal of any Hazardous Substances in, on, under or from the Property, (f) upon the request of Mortgagee, to permit Mortgagee, including its officers, agents, employees, contractors and representatives, to enter and inspect the Property for purposes of conducting an environmental assessment, (g) upon the request of Mortgagee, and at the Mortgagor's expense, to cause to be prepared for the Property such site assessment reports, including, without limitation, engineering studies, historical reviews and testing, as may be reasonably requested from time to time by the Mortgagee.

In addition to all other indemnifications contained herein, Mortgagor agrees to indemnify, defend and reimburse and does hereby hold harmless Mortgagee, and its officers, directors, agents, shareholders, employees, contractors, representatives, successors and assigns, from and against any and all claims, judgments, damages, losses, penalties, fines, liabilities, encumbrances, liens, costs and expenses of investigation and defense of any claim, of whatever kind or nature, including, without limitation, reasonable attorneys' fees and consultants' fees, arising from the presence of Hazardous Substances upon, about or beneath the Property or migrating to or from the Property or arising in any manner whatsoever out of the violation of any Environmental Requirements pertaining to the Property and the activities thereon, or arising from the breach of any covenant or representation of Mortgagor contained in this Mortgage. The Mortgagor's obligations under this paragraph shall survive any foreclosure on the Property or repayment or extinguishment of the indebtedness.

The provisions of this Mortgage are in addition to and supplement any other representations, warranties, covenants and other provisions contained in any other loan documents that Mortgagor has executed for the benefit of Mortgagee.

For purposes of this Mortgage, "Hazardous Substances" shall mean any substance

- (a) The presence of which requires investigation, removal, remediation or any form of clean-up under any federal, state or local statute, regulation, ordinance, order, action, policy or common law now or hereafter in effect, or any amendments thereto; or
- (b) Which is or becomes defined as a "hazardous waste", "hazardous substance", "pollutant" or "contaminant" under any federal, state or local statute, regulation, rule or ordinance or amendments thereto, including, without limitation, the Comprehensive Environmental Response, Compensation and Liability Act (42 U.S.C. § 9601 et seq.) and/or the Resource Conservation and Recovery Act (42 U.S.C. § 6901 et seq.); or
- (c) Which is toxic, explosive, corrosive, flammable, infectious, radioactive, carcinogenic, mutagenic or otherwise hazardous and is regulated presently or in the future by any governmental authority, agency, department, commission, board, agency or instrumentality of the United States, the state where the Property is located or any political subdivision thereof; or
- (d) The presence of which on the Property causes or threatens to cause a nuisance upon the Property or to adjacent properties or poses or threatens to pose a hazard to the health or safety of persons on or about the Property; or
- (e) The presence of which on adjacent properties could constitute a trespass by the Mortgagor; or
- (f) Which contains, without limitation, gasoline, diesel fuel or the constituents thereof, or other petroleum hydrocarbons; or
- (g) Which contains, without limitation, polychlorinated biphenyls (PCBs), asbestos or urea formaldehyde foam insulation; or
- (h) Which contains, without limitation, radon gas; or
- (i) Which contains, without limitation, radioactive materials or isotopes.

19. If Mortgagee institutes any suit or action to enforce any of the terms of this Mortgage, Mortgagee shall be entitled to recover such sum as the court may adjudge reasonable as attorneys' fees at trial and on any appeal. Whether or not any court action is involved, all reasonable expenses incurred by Mortgagee that in the Mortgagee's opinion are necessary at any time for the protection of its interest or the enforcement of its rights shall become a part of the indebtedness payable on demand and shall bear interest from the date of expenditure until repaid at the rate provided for the primary indebtedness. Expenses covered by this paragraph include, without limitation, however subject to any limits under applicable law, attorneys' fees and legal expenses whether or not there is a lawsuit, including attorneys' fees for bankruptcy proceedings (including efforts to modify or vacate any automatic stay or injunction), appeals and any anticipated post-judgment collection services, the cost of searching records, obtaining title reports (including foreclosure reports), surveyors' reports, and appraisal fees, and title insurance, to the extent permitted by applicable law. Mortgagor also will pay any court costs, in addition to all other sums provided by law.

20. This Mortgage, together with any related documents, constitutes the entire understanding and agreement of the parties as to the matters set forth in this Mortgage. No alteration of or amendment to this Mortgage shall be effective unless given in writing and signed by the party or parties sought to be charged or bound by the alteration or amendments.

21. This Mortgage has been delivered to Mortgagee and accepted by Mortgagee in the State of Indiana. Subject to the provisions on arbitration, this Mortgage shall be governed by and construed in accordance with the laws of the State of Indiana.

22. Mortgagor hereby releases all rights and benefits of the homestead exemption laws of the State of Indiana as to the Property.

INDIVIDUAL ACKNOWLEDGEMENT

STATE OF INDIANA)
COUNTY OF Floyd) SS:

The foregoing instrument was subscribed, sworn to and acknowledged before me this
29th day of September 2008, who acknowledged the execution of the foregoing
MORTGAGE

WITNESS my hand and Notarial Seal this 29th day of September 2008

Notary Public: Steve McDonald

Printed Name: STEVE McDONALD

My Commission Expires: 11/27/08

My County of Residence: Floyd

[AFFIX NOTARIAL SEAL]

INDIVIDUAL ACKNOWLEDGEMENT

STATE OF INDIANA)
COUNTY OF Floyd) SS:

The foregoing instrument was subscribed, sworn to and acknowledged before me this
30th day of September 2008, who acknowledged the execution of the foregoing
MORTGAGE

WITNESS my hand and Notarial Seal this 30th day of September 2008

Notary Public: Steve McDonald

Printed Name: STEVE McDONALD

My Commission Expires: 11/27/08

My County of Residence: Floyd

[AFFIX NOTARIAL SEAL]

INDIVIDUAL ACKNOWLEDGEMENT

STATE OF INDIANA)
COUNTY OF Floyd) SS:

The foregoing instrument was subscribed, sworn to and acknowledged before me this
30th day of September 2008, who acknowledged the execution of the foregoing
MORTGAGE

WITNESS my hand and Notarial Seal this 30th day of September 2008

Notary Public: Steve McDonald

Printed Name: STEVE McDONALD

My Commission Expires: 11/27/08

My County of Residence: Floyd

[AFFIX NOTARIAL SEAL]

INDIVIDUAL ACKNOWLEDGEMENT

STATE OF INDIANA)
COUNTY OF Floyd) SS:

The foregoing instrument was subscribed, sworn to and acknowledged before me this 30th day of September 2008, who acknowledged the execution of the foregoing MORTGAGE.

WITNESS my hand and Notarial Seal this 30th day of September 2008.

Notary Public: STEVE McDONALD

Printed Name: Steve McDonald

My Commission Expires: 11/27/08

My County of Residence: Floyd

[AFFIX NOTARIAL SEAL]

CORPORATE ACKNOWLEDGEMENT

STATE OF INDIANA)
COUNTY OF Floyd) SS:

The foregoing instrument was subscribed, sworn to and acknowledged before me this 30th day of September 2008, by Thomas P. Gibson as President, Manager of Eastern Livestock Company, LLC a LLC corporation, on behalf of said corporation.

Notary Public: STEVE McDONALD

Printed Name: Steve McDonald

My Commission Expires: 11/27/08

My County of Residence: Floyd

[AFFIX NOTARIAL SEAL]

This instrument prepared by:

Peoples Bank & Trust Company Of Pickett County

19 Courthouse Square

Spartanburg, TN 38540

Ernest Elder, President

OP - IN Rev. (12/07/05)

Page 8 of 8

"I AFFIRM, UNDER THE PENALTIES FOR PERJURY,
THAT I HAVE TAKEN REASONABLE CARE TO
REDACT EACH SOCIAL SECURITY NUMBER IN
THIS DOCUMENT, UNLESS REQUIRED BY LAW."
NAME: Steve McDonald

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Case 10-93867-BHL-7A Claim 3-1 Filed 02/15/11 Pg 10 of 27

Exhibit "A"

The east half of the east half of the Northeast Quarter of Section Three (3), Township Four (4) South, Range Four (4) East, containing Forty (40) acres, more or less.

Based upon said examination, the last deed of record shows the fee simple title to the above described real estate is now vested in:

Thomas P. Gibson and Patsy M. Gibson, tenants in common
(United States Marshal's Deed recorded December 16, 1983 at Deed Record F-8, Page 8, Instrument #20922)

The West half (1/2) of the East half (1/2) of the Northeast Quarter of Section Three (3), in Township Four (4) South, and in Range Four (4) East, containing Forty (40) acres, more or less, together with all appurtenances.

ALSO, a part of the West half (1/2) of the Northeast Quarter of Section Three (3) in Township Four (4) South, and in Range Four (4) East bounded as follows: Beginning at the Northeast corner of said west half (1/2) of the Northeast Quarter of said Section and being where the New Middletown Road crosses the north line of said section, thence West along the north line of said section to the road leading to Corydon, thence South and east along the meanderings of said road leading to Corydon to where it intersects the east line of said west half of the said Northeast Quarter, thence North to the place of beginning, containing Twenty (20) acres, more or less, together with all appurtenances.

EXCEPT, a part of the west one-half of the Northeast Quarter of Section 3, Township 4 South, Range 4 East, described as follows: Beginning at a point on the north side of Turley Road, said point being 81 feet east of the east boundary line of the Ivan Enlow 43 acre tract (Warranty Deed dated February 10, 1950) thence running North 296 feet more or less to a stake, thence running East 296 feet to a stake, thence running South 296 feet more or less to a stake on the said road; thence running west along said road a distance of 296 feet more or less to the place of beginning, containing 2 acres, more or less.

ALSO EXCEPT, part of the West one-half of the Northeast Quarter of Section 3, Township Four South, Range Four East, to-wit: Beginning at a point on the Turley Road at the Southeast corner of the Two acre tract now owned by the Grantors, running thence East along Turley Road 110 feet, thence North 191 feet, thence West 110 feet, thence South 191 feet to the place of beginning. Containing 0.48 acre.

ALSO EXCEPTING part of the Northeast Quarter of Section #3, Township 4 South, Range 4 East, Harrison Township, Harrison County, Indiana, being depicted on a survey by Paul Primavera and Associates, Inc., Job #00-8235, more particularly described as follows: Commencing at the Northwest corner of the East half of the Northeast Quarter of Section #3, thence along the West line of said East half, South 00 deg. 00' 00" East 1995.11 feet to the point of beginning, thence leaving said West line South 87 deg. 37' 25" East 223.50 feet to a #5 reinforcing bar with a yellow plastic cap stamped, "Primavera S0131", this type of monument hereinafter referred to as a capped reinforcing bar, thence South 00 deg. 00' 09" West 188.69 feet to a capped reinforcing bar, thence South 89 deg. 06' 33" West 223.33 feet to a point in Primmer Chapel Road on the West line of said East half, thence along said West line North 00 deg. 00' 00" West 202.25 feet, to the point of beginning, containing 1.000 acre, more or less.

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Based upon said examination, the last deed of record shows the fee simple title to the above

described real estate is now vested in:

John F. Gibson and Debra Gibson, husband and wife

(Warranty Deed recorded February 16, 1988 at Deed Record R-8, Page 280)

Being a part of the West half of the Northwest quarter of Section 3, Township 4 South, Range 4 East, in Harrison Township, Harrison County, Indiana more particularly described as follows: Commencing at a point where a county road intersects the East line of Ivan Enlow's 43 Acre tract, said point being 875.00 feet West of the East line of the West half of the Northwest quarter of said section, thence with a county road South 76 degrees 18' 0" East 81.00 feet, this being the point of beginning, thence North 19 degrees 17' 17" East 284.43 feet to a point found, thence South 77 degrees 22' 53" East 238.44 feet to a point found, thence South 5 degrees 33' 6" East 123.83 feet to a point found, thence South 76 degrees 6' 34" East 107.88 feet to a point found, thence South 16 degrees 59' 0" West 162.10 feet passing through a point found off the edge of a road to a point in the center of a county road, thence with said county road North 76 degrees 18' 0" West 404.84 feet, to the point of beginning, containing 2.269 Acres, more or less. Based upon said examination, the last deed of record shows the fee simple title to the above

described real estate is now vested in:

John F. Gibson and Debra A. Gibson, husband and wife

(Quitclaim Deed recorded June 1, 1988 at Deed Record Q-8, Page 260)

Tract 1

Part of Section 15, Township 3 South, Range 5 East, Floyd County, Indiana, more particularly described as follows: Beginning at an iron pin in the Southwest corner of the Northwest Quarter of Section 15 and running thence North 2888.1 feet to an iron pin in the Northeast corner of Section 15; thence West 700 feet to an iron pin the true place of beginning of the tract herein described; thence South 019 degrees 32' West 2140.6 feet to an iron pin; thence East 34.5 feet to an iron pin; thence South 577.5 feet to an iron pin; thence East 693.0 feet to an iron pin; thence North 631.3 feet to a road nail in Tandy Road; thence North 27 degrees 40' East 132.25 feet to an iron pin; thence North 18 degrees 13' East 1918.2 feet to an iron pin; thence North 40 degrees 00' East 126.0 feet to an iron pin in the East bank of a creek; thence West 1078.6 feet to an iron pin, the true place of beginning, containing 52.31 acres, more or less, subject to the right-of-way of Tandy Road and all legal highways.

EXCEPTING THEREFROM, a part of the Northwest Quarter of Section 15, Township 3 South, Range 5 East, described as follows: Commencing at the Southwest corner of the Northwest Quarter of said Section 15, Township 3 South, Range 5 East; thence Eastwardly along the South line of said Northwest Quarter 379.5 feet, more or less, to an iron pin, the true place of beginning of the tract to be herein described; thence North 00 degrees 00' East 577.5 feet to an iron pin; thence North 85 degrees 34' East 695.08 feet, more or less, to a road nail in Tandy Road; thence South 00 degrees 00' East 631.3 feet to an iron pin; thence South 90 degrees 00' West 693.0 feet to the true place of beginning, containing 11 acres, more or less.

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Tract 2

4 1/2 acres more or less, in Floyd County, Indiana, commencing at the Northwest corner of the West half of the Southwest quarter of Section 15, Township 3 south of Range 5 East, running thence South 32 rods and 9 feet (with the county line), running thence East 22 rods and 2 feet to a rock planted in the ground, running thence North 32 rods and 9 feet to the half section line, thence West with the 1/2 section line 22 rods and 2 feet to the place of beginning.

ALSO, a part of the Northwest quarter of Section Fifteen (15), Township Three (3) South, Range Five (5) East, described as follows: Beginning at the Southwest corner of said Northwest quarter thence running East 379.5 feet; thence running North 577.8 feet to a point in the centerline of the Tandy Road 379.5 feet to a point on the West line of said Northwest quarter; thence running South 550 feet, more or less, to the place of beginning; containing five (5) acres, more or less, EXCEPTING THEREFROM, however, the following described tract of land: Beginning at the Southwest corner of said Northwest quarter, thence running East 379.5 feet; thence running North 445.5 feet to a point designated as The True Place of Beginning; Thence running North 132 feet to a point in the center line of the Tandy Road thence running West along and with the centerline of the Tandy Road 379.5 feet to a point on the West line of said Northwest quarter; thence running South 115.5 feet; thence running East 379.5 feet; containing one (1) acre and twelve and one-half (12 1/2) square rods more or less.

ALSO, the following real estate in Harrison County, Indiana described as follows, to-wit: Beginning at the Northwest corner of the following described tract of land which is the North part of the East half of the Southeast quarter of Section 16, in Township 3 South, Range 5 East, and the Southeast corner of East half of the Northeast quarter, Section, Township, and range aforesaid. From the Northwest corner it runs south 29 rods and 1 1/4 feet to a rock, thence East 80 rods 9 7/12 feet to the county line dividing Harrison and Floyd Counties, thence North with the center of the creek, thence 23 rods to an elm tree 30 inches in diameter, thence 18 rods and 10 feet to a hole drilled in the center of the creek, containing 19 acres, more or less.

EXCEPTING THEREFROM, Being a 2.433 acre parcel of land lying in the Northeast and Southeast quarters of Section 16, Township 3 South, Range 5 East, Franklin Township, Harrison County, Indiana, same being a part of those same lands conveyed to Thomas P. & Patsy Gibson (U-7, 26), same being more particularly described as follows: Beginning at a fence corner, said corner being S 89 degrees 26' W, a distance of 514.67 feet from a 1/2 inch steel pin at the Southeast corner of said Northeast quarter; thence S 00 degrees 49' 10" E, with a fence 72.72 feet to a fence corner, thence N 89 degrees 21' 26" W, with a fence 30.94 feet to a fence corner, thence S 01 degrees 03' W with a fence 27.45 feet to a fence corner; thence S 10 degrees 22' 14" W, a distance of 105.66 feet to a 1/2 inch steel pin; thence S 87 degrees 18' 53" W, a distance of 268.91 feet to a 1/2 inch steel pin on top of a small dam; thence N 02 degrees 08' 03" W, a distance of 286.77 feet to a 1/2 inch steel pin on the North line of a 30 foot Ingress & egress easement, continuing N 02 degrees 08' 03" W, 35 feet to a point in a branch of Indian Creek, thence N 83 degrees 39' 42" E, with said creek 101.73 feet to a point, thence N 71 degrees 22' 23" E, with said creek 177.80 feet to a point, thence S 19 degrees 01' 28" E, passing a 1/2 inch steel pin at 120.00 feet on the North line of said 30 foot

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A-3

easement, a total distance of 192.76 feet to the beginning. Subject to said 30 foot Ingress & egress easement from Old Salem Road thru this tract all as shown on a Survey by D.J. Ruckman, LS #S-0393, dated June 6, 1989. Based upon said examination, the last deed of record shows the fee simple title to the above described real estate is now vested in:
Thomas P. Gibson and Patsy M. Gibson, husband and wife, by Warranty Deed recorded on December 31, 1987, at Deed Drawer 14, Instrument #12365 (Floyd County) and by Warranty Deed recorded on June 14, 1979, at Deed Record #U-7, Page 26, Instrument #20544, (Harrison County) and June 19, 1979, at Deed Drawer C, Instrument #4608. (Floyd County).

The East half of the Northwest Quarter of Section 16, Township 3 south, Range 5 East, and a part of the North end of the East half of the Southwest quarter of Section 16, Township 3 South, Range 5 East, and more fully described as follows: Beginning at the Northeast corner of the Northwest quarter of said Section 16, thence South along the East line of said quarter section 171 rods and 15 links to a hole drilled in a rock; thence South 78 1/4 degrees West 27 rods and 5 links to a hole drilled in a rock, which hole is 177 rods and 1 link South of the North line of said section; thence South to an arm of Little Indian Creek; thence Southwestwardly along the arm of Little Indian Creek to the West line of the East half of the Southwest quarter of said Section 16; thence North along the West line of the East half of the Southwest and Northwest quarters of Section 16; 182 rods and 32 links to the North line of said section; thence East along the North line of said Section 80 rods, more or less to the place of beginning, containing 88.67 acres, more or less and being Lots 4 and 5 of said Section 16. (Being shown in the Franklin Township Transfer Book as 53.67 acres, 6 acres and 29.67 acres).

Based upon said examination, the last deed of record shows the fee simple title to the above described real estate is now vested in:
Eastern Livestock Co., LLC, a Kentucky Limited Liability Company, by Warranty Deed recorded on June 13, 2003, as Instrument #200306624.

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A-4

Capture Date: October 01, 2008
Item Number: 0114
Posted Date: October 01, 2008
Posted Item Number: 1020
Serial Number:
Amount: 1,500,000.00



people's bank
and trust company

pb people's bank
and trust company
byrdetown tennessee 38549

091423 87-318
641

DATE 9/30/08

PAY TO THE ORDER OF Thomas P. Gibson \$1,500,000.00

\$1,500,000.00

Dollars

CASHIER'S CHECK

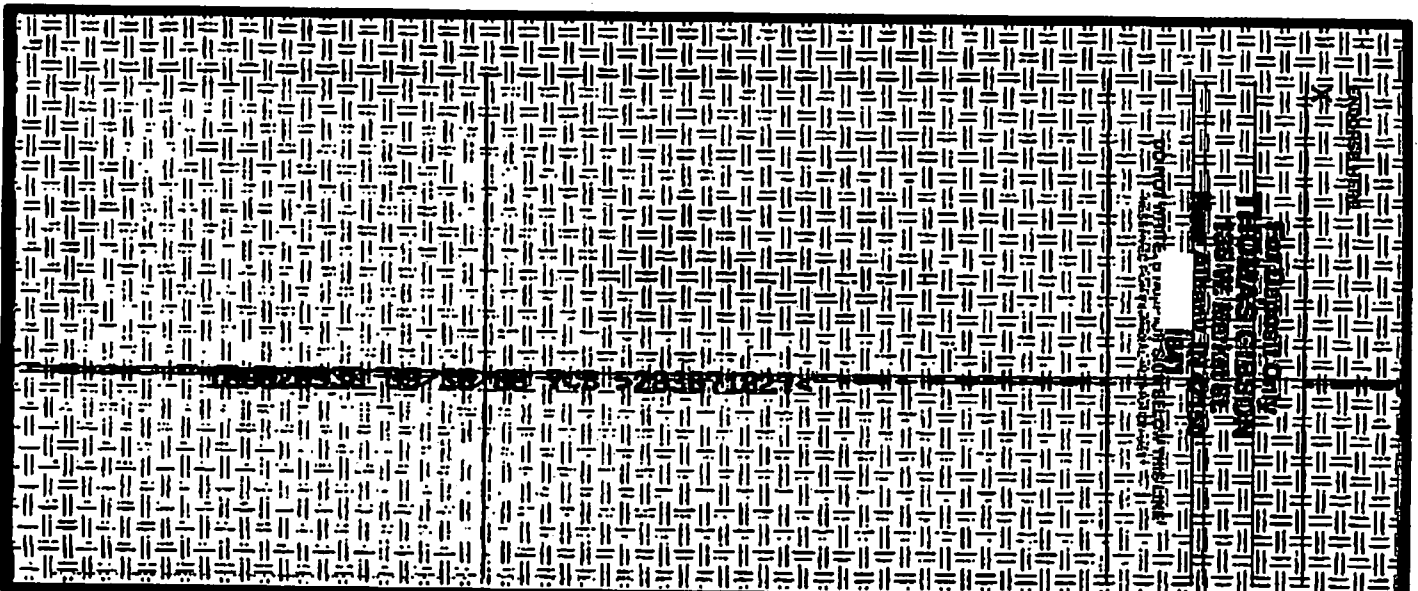
loan proceeds
REMITTER

091423

1050

Phyllis Zachary
3000 95



TITLE



EXHIBIT



1050

C

E D/S THOMAS P. or PATSY GIBSON PAY TO THE ORDER OF EASTERN LIVESTOCK CO., LLC 135 WEST MARKET NEW ALBANY, IN 47150	135 WEST MARKET STREET NEW ALBANY, IN 47150 PH: 812-943-5035 HOME PH: 812-952-3379		 New Albany, Indiana 71-7182033					
	<table border="1"> <thead> <tr> <th>DATE</th> <th>CHECK NO.</th> <th>AMOUNT</th> </tr> </thead> <tbody> <tr> <td>08/09/30</td> <td>028405</td> <td>751,366.89</td> </tr> </tbody> </table>	DATE	CHECK NO.	AMOUNT	08/09/30	028405	751,366.89	
DATE	CHECK NO.	AMOUNT						
08/09/30	028405	751,366.89						

1270 41 6690

Check: 28405 Amount: \$751,366.89 Date: 10/1/2008
Run: 6, Batch: 21, Seq: 310

E D/S THOMAS P. or PATSY GIBSON PAY TO THE ORDER OF EASTERN LIVESTOCK CO., LLC 135 WEST MARKET NEW ALBANY, IN 47150	135 WEST MARKET STREET NEW ALBANY, IN 47150 PH: 812-943-5035 HOME PH: 812-952-3379		 New Albany, Indiana 71-7182033					
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DATE	CHECK NO.	AMOUNT						
08/09/30	028404	751,366.90						

1270 41 6690

Check: 28404 Amount: \$751,366.90 Date: 10/1/2008
Run: 6, Batch: 21, Seq: 315

3144 10/1/2008 10/1/2008 CHECKED, OK'D 10/1/2008		07103	The order of FIFTH THIRD BANK OF IN. EASTERN LIVESTOCK CO., LLC 1731
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Check: 28405 Amount: \$751,366.89 Date: 10/1/2008
Run: 6, Batch: 21, Seq: 310

3144 10/1/2008 10/1/2008 CHECKED, OK'D 10/1/2008		07104	The order of FIFTH THIRD BANK OF IN. EASTERN LIVESTOCK CO., LLC 31
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Check: 28404 Amount: \$751,366.90 Date: 10/1/2008
Run: 6, Batch: 21, Seq: 315

Printed 11/12/2011

Account Number 0

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