

APPRAISAL OF REAL PROPERTY

LOCATED AT:

Matthews/Union Street
Lot 15 Cobb Survey Section 18 Twn 14 Range 04
Jonesboro, AR 72401

FOR:

City of Jonesboro - Mr Aubrey Scott
314 W Washington, Jonesboro AR 72401

AS OF:

February 21, 2001

BY:

Bob Gibson, CG0247

BOB GIBSON & ASSOCIATES

Real Estate Appraisers & Consultants

420 W. Jefferson

P. O. Box 3071

Jonesboro, Arkansas 72401

Bob L. Gibson, CG0247
Fred D. Jaynes, CG0496
Dennis L. Jaynes, CG0607

Telephone (870) 932-5206
Facsimile (870) 972-9959

February 21, 2001

MATA

Attn: Mr Aubrey Scott
314 W Washington
Jonesboro, AR 72401

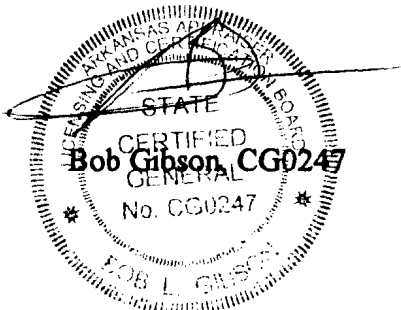
Re: Matthews/Union
Jonesboro AR

Dear Mr. Scott:

I have appraised the above property as of February 21, 2001, and find the market value to be \$239,965. In accordance with your instructions, I have reduced the lot size by the "amount of taking" for the purpose of widening Matthews Ave. The remaining value is \$224,398 or a difference of \$15,567 which is the just compensation due the owner.

Should I be of future service, please contact my office.

Sincerely,



The purpose of this appraisal is to give a fair market value of the land taken by the City of Jonesboro for the expansion of Matthews Avenue. The subject at Union/Matthews will lose a tract of land: 1,124 sq ft

The value of the improvements has not been affected. Therefore, the assessed value of the improvements has not been used in the appraisal. The set back should not affect the driveway and the entrance to the improvements.

Subject Value as of February 21, 2001

Value Before Taking:	17,326 sq ft x \$13.85 = \$239,965
Improvements:	NA
Land:	<u>\$239,965</u>
	\$239,965

Value After Taking:	17,326 - 1,124 sq ft x \$13.85 = \$224,398
Improvements:	NA
Land:	<u>\$224,398</u>
	\$224,398

Difference is the just compensation or \$15,567

Improvements to parking lot (Paving) is included in the \$13.85/sq ft.

SUMMARY OF SALIENT FEATURES

SUBJECT INFORMATION	Subject Address	Matthews/Union Street
	Legal Description	Lot 15 Cobb Survey Section 18 Twn 14 Range 04
	City	Jonesboro
	County	Craighead
	State	AR
	Zip Code	72401
	Census Tract	NA
	Map Reference	NA
SALE INFORMATION	Sale Price	\$ NA
	Date of Sale	NA
CLIENT INFORMATION	Borrower / Client	CLIENT: City of Jonesboro
	Lender	City of Jonesboro - Mr Aubrey Scott
DESCRIPTIVE INFORMATION	Size (Square Feet)	
	Price per Square Foot	\$
	Location	Urban-Avg
	Age	
	Condition	
	Total Rooms	
	Bedrooms	
	Baths	
APPRAISER INFORMATION	Appraiser	Bob Gibson, CG0247
	Date of Appraised Value	February 21, 2001
VALUE	Final Estimate of Value	\$ 15,567 - Just Compensation

LAND APPRAISAL REPORT

Summary Appraisal Report

File No.

Borrower CLIENT: City of Jonesboro Census Tract NA Map Reference NA
 Property Address Matthews/Union Street
 City Jonesboro County Craighead State AR Zip Code 72401
 Legal Description Lot 15 Cobb Survey Section 18 Twn 14 Range 04
 Sale Price \$ NA Date of Sale NA Loan Term NA yrs. Property Rights Appraised ☒ Fee ☐ Leasehold ☐ De Minimis PUD
 Actual Real Estate Taxes \$ NA (yr) Loan charges to be paid by seller \$ NA Other sales concessions NA
 Lender/Client City of Jonesboro - Mr Aubrey Scott Address 314 W Washington, Jonesboro AR 72401
 Occupant First Baptist Church Appraiser Bob Gibson, CG0247 Instructions to Appraiser Value Land Being Taken

Location	<input checked="" type="checkbox"/> Urban	<input type="checkbox"/> Suburban	<input type="checkbox"/> Rural	Employment Stability Convenience to Employment Convenience to Shopping Convenience to Schools Adequacy of Public Transportation Recreational Facilities Adequacy of Utilities Property Compatibility Protection from Detrimental Conditions Police and Fire Protection General Appearance of Properties Appeal to Market	Good	Avg.	Fair	Poor
Built Up	<input checked="" type="checkbox"/> Over 75%	<input type="checkbox"/> 25% to 75%	<input type="checkbox"/> Under 25%		<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Growth Rate	<input type="checkbox"/> Fully Dev.	<input type="checkbox"/> Rapid	<input checked="" type="checkbox"/> Steady		<input type="checkbox"/> Slow	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Property Values	<input type="checkbox"/> Increasing	<input checked="" type="checkbox"/> Stable	<input type="checkbox"/> Declining		<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Demand/Supply	<input type="checkbox"/> Shortage	<input checked="" type="checkbox"/> In Balance	<input type="checkbox"/> Oversupply		<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Marketing Time	<input type="checkbox"/> Under 3 Mos.	<input checked="" type="checkbox"/> 4-6 Mos.	<input type="checkbox"/> Over 6 Mos.		<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Present Land Use	<u>5% 1 Family</u>	<u>% 2-4 Family</u>	<u>5% Apts.</u>		<u>% Condo</u>	<u>90% Commercial</u>		
	<u>% Industrial</u>	<u>% Vacant</u>	<u>%</u>					
Change in Present Land Use	<input checked="" type="checkbox"/> Not Likely	<input type="checkbox"/> Likely (*)	<input type="checkbox"/> Taking Place (*)					
	(*) From _____	To _____						
Predominant Occupancy	<input checked="" type="checkbox"/> Owner	<input type="checkbox"/> Tenant	<u>5 % Vacant</u>					
Single Family Price Range	<u>\$ 50,000</u>	<u>to \$ 250,000</u>	<u>Predominant Value \$ 75,000</u>					
Single Family Age	<u>25 yrs. to</u>	<u>75 yrs.</u>	<u>Predominant Age</u>	<u>50 yrs.</u>				

Comments including those factors, favorable or unfavorable, affecting marketability (e.g. public parks, schools, view, noise): Subject is bound to the north by Washington, to the south by Nettleton, to the west by Madison, and to the east by Caraway. No negative influences are noted.

Dimensions App 190' x 170" (Irregular in Shape - See Deed) = 17,326 Sq. Ft. or Acres ☒ Corner Lot
 Zoning classification C-1 Commercial Present Improvements ☒ do ☐ do not conform to zoning regulations
 Highest and best use ☒ Present use ☐ Other (specify) _____
 Public ☒ Other (Describe) _____
 Elec. ☒ Gas ☒ Water ☒ San. Sewer ☒
☐ Underground Elect. & Tel.
 OFF SITE IMPROVEMENTS
 Street Access ☒ Public ☐ Private
 Surface Asphalt
 Maintenance ☒ Public ☐ Private
☒ Storm Sewer ☒ Curb/Gutter
☒ Sidewalk ☒ Street Lights
 Topo Level Average
 Size Average
 Shape Rectangular
 View Average-Commercial
 Drainage Average
 Is the property located in a HUD Identified Special Flood Hazard Area? ☒ No ☐ Yes
 Comments (favorable or unfavorable including any apparent adverse easements, encroachments, or other adverse conditions): FEMA Map No. 05031C131C

The undersigned has recited three recent sales of properties most similar and proximate to subject and has considered these in the market analysis. The description includes a dollar adjustment reflecting market reaction to those items of significant variation between the subject and comparable properties. If a significant item in the comparable property is superior to or more favorable than the subject property, a minus (-) adjustment is made thus reducing the indicated value of subject; if a significant item in the comparable is inferior to or less favorable than the subject property, a plus (+) adjustment is made thus increasing the indicated value of the subject.

ITEM	SUBJECT PROPERTY	COMPARABLE NO. 1	COMPARABLE NO. 2	COMPARABLE NO. 3
Address	Matthews/Union Street Jonesboro	SEE	COMPARABLE	SALES
Proximity to Subject				
Sales Price	\$ NA	\$	\$	\$
Price	\$	\$	\$	\$
Data Source	Inspection			
Date of Sale and Time Adjustment	DESCRIPTION NA	DESCRIPTION +(-)\$ Adjust.	DESCRIPTION +(-)\$ Adjust.	DESCRIPTION +(-)\$ Adjust.
Location	Urban-Avg			
Site/View	Deed - 17,326 sq ft			
Sales or Financing Concessions	NA			
Net Adj. (Total)		<input type="checkbox"/> + <input type="checkbox"/> - \$	<input type="checkbox"/> + <input type="checkbox"/> - \$	<input type="checkbox"/> + <input type="checkbox"/> - \$
Indicated Value of Subject		\$	\$	\$

Comments on Market Data: _____
 Comments and Conditions of Appraisal: _____
 Final Reconciliation: Just Compensation is \$15,567.

I ESTIMATE THE MARKET VALUE, AS DEFINED, OF SUBJECT PROPERTY AS OF February 21 20 01 to be \$ 15,567

Bob Gibson, CG0247
 Appraiser (s) No. CG0247
 Review Appraiser (if applicable)

☐ Did ☐ Did Not Physically Inspect Property

COMPARABLE LAND SALES

SALE #1

Location: Main
Grantor/Grantee: The Arkansas Bank/Lone Star Company
Record: Bk/Pg 447/35
Date: 9-1-93
Sale Price: \$148,000
Sq Ft: 17,326
Acres: .4
Price/Sq Ft: \$8.54
Comments: Sold again on 2-8-2000 for \$240,000 to 1st Baptist Church or \$13.85/sq ft. Book/Page 587/577 (\$250,000 less \$10,000 contribution)

SALE #2

Date: 1-21-95
Seller: E Sloan Farms Inc.
Buyer: John Sloan et ux
Location: Union Ave.
Parcel #: 28188
Sales Price: \$50,000
Price/Acre: \$500,000
Frontage: 50
Sq Footage: 4500
Price/Front Ft: \$1,000
Verification: Book/Page 589/797
Price/Sq ft: \$11.11

SALE #3

Buyer/Seller: T Huff to City of Jonesboro
Location: Corner Main/Cate NW
Sales Price: \$40,000
Date: 4-6-00
Size: 44x90 or 3960 sq ft
Cost/Sq ft: \$10.10
Record: DR bk/pg 589/797
Comments: Building to be destroyed and site to be used as a parking lot.

After adjustments for time of sale, size, and location a value of \$13.85 has been given our subject.
More weight given sale #1 because of its location to our subject site.

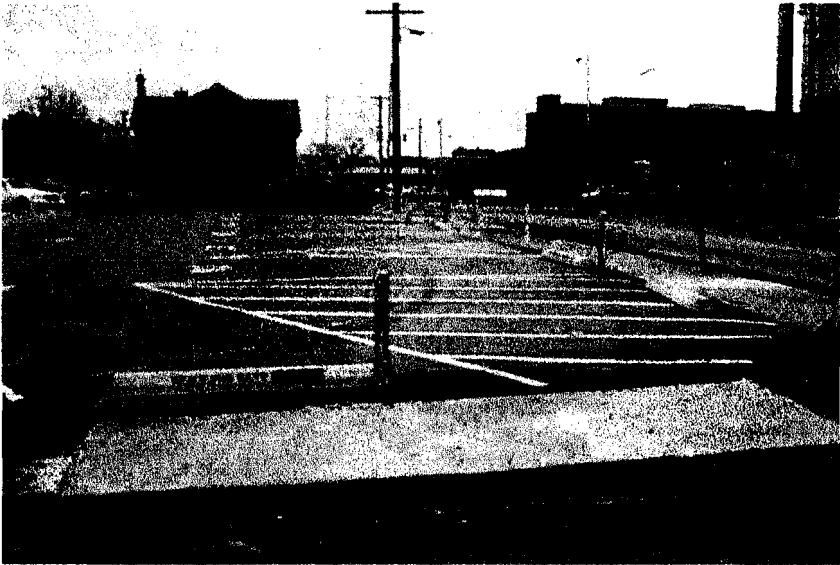
Therefore, Before Taking $\$13.85 \times 17,326 \text{ sq ft} = \$239,965$

After Taking $\$13.85 \times 16,202 \text{ sq ft} = \$224,398$

Just Compensation \$15,567

Subject Photo Page

Borrower/Client CLIENT: City of Jonesboro			
Property Address Matthews/Union Street			
City Jonesboro	County Craighead	State AR	Zip Code 72401
Lender City of Jonesboro - Mr Aubrey Scott			



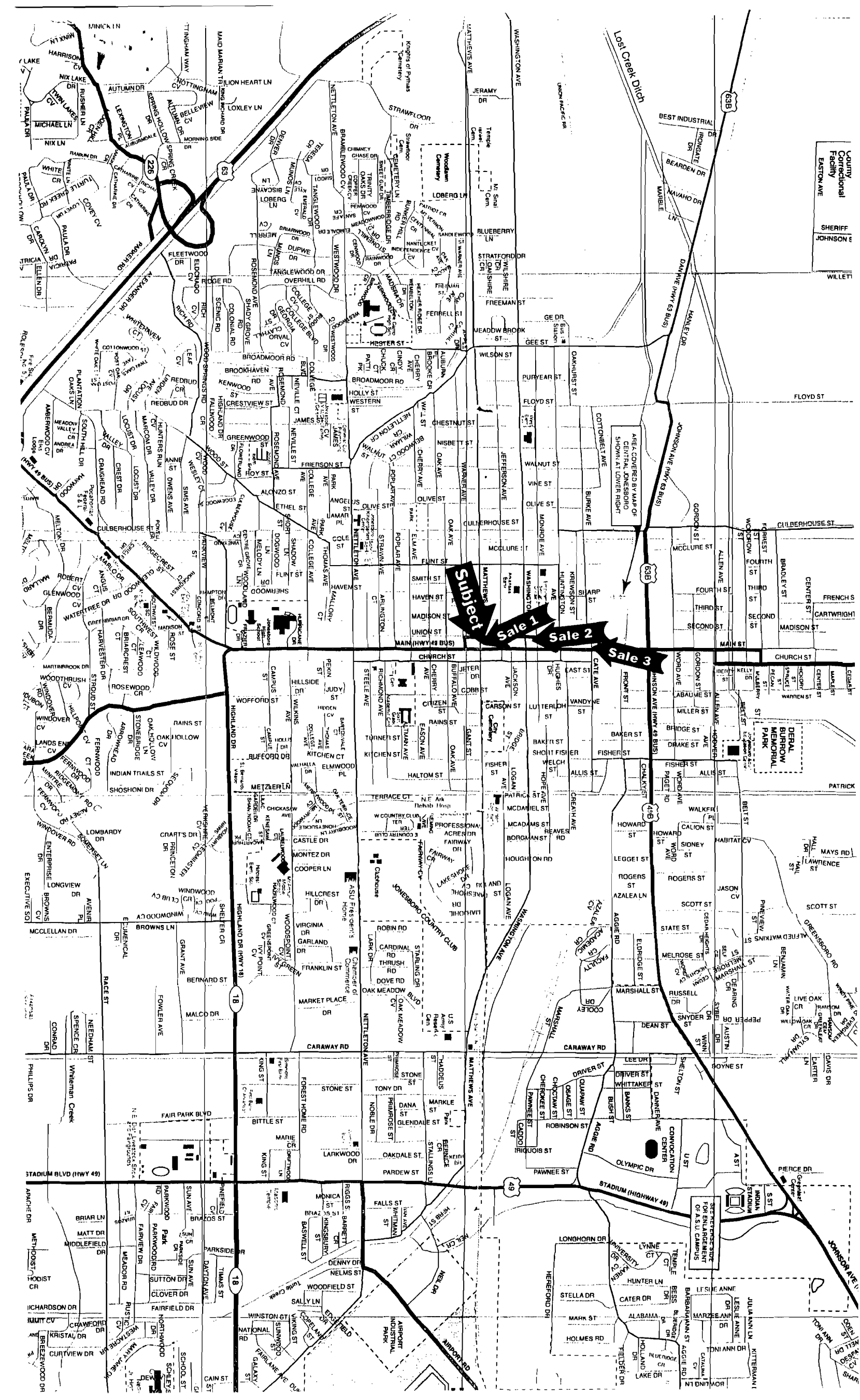
Subject Front

Matthews/Union Street	
Sales Price	NA
Gross Living Area	
Total Rooms	
Total Bedrooms	
Total Bathrooms	
Location	Urban-Avg
View	Deed - 17,326 sq ft
Site	
Quality	
Age	



Subject Rear

Subject Street



ENVIRONMENTAL ADDENDUM
APPARENT* HAZARDOUS SUBSTANCES AND/OR DETRIMENTAL ENVIRONMENTAL CONDITIONS

Borrower/Client	CLIENT: City of Jonesboro				
Address	Matthews/Union Street				
City	Jonesboro	County	Craighead	State	AR
				Zip code	72401
Lender	City of Jonesboro - Mr Aubrey Scott				

*Apparent is defined as that which is visible, obvious, evident or manifest to the appraiser.

This universal Environmental Addendum is for use with any real estate appraisal. Only the statements which have been checked by the appraiser apply to the property being appraised.

This addendum reports the results of the appraiser's routine inspection of and inquiries about the subject property and its surrounding area. It also states what assumptions were made about the existence (or nonexistence) of any hazardous substances and/or detrimental environmental conditions. The appraiser is not an expert environmental inspector and therefore might be unaware of existing hazardous substances and/or detrimental environmental conditions which may have a negative effect on the safety and value of the property. It is possible that tests and inspections made by a qualified environmental inspector would reveal the existence of hazardous materials and/or detrimental environmental conditions on or around the property that would negatively affect its safety and value.

DRINKING WATER

- ☒ Drinking Water is supplied to the subject from a municipal water supply which is considered safe. However the only way to be absolutely certain that the water meets published standards is to have it tested at all discharge points.
- ☐ Drinking Water is supplied by a well or other non-municipal source. It is recommended that tests be made to be certain that the property is supplied with adequate pure water.
- ☒ Lead can get into drinking water from its source, the pipes, at all discharge points, plumbing fixtures and/or appliances. The only way to be certain that water does not contain an unacceptable lead level is to have it tested at all discharge points.
- ☒ The value estimated in this appraisal is based on the assumption that there is an adequate supply of safe, lead-free Drinking Water.

Comments _____

SANITARY WASTE DISPOSAL

- ☒ Sanitary Waste is removed from the property by a municipal sewer system.
- ☐ Sanitary Waste is disposed of by a septic system or other sanitary on site waste disposal system. The only way to determine that the disposal system is adequate and in good working condition is to have it inspected by a qualified inspector.
- ☒ The value estimated in this appraisal is based on the assumption that the Sanitary Waste is disposed of by a municipal sewer or an adequate properly permitted alternate treatment system in good condition.

Comments _____

SOIL CONTAMINANTS

- ☒ There are no apparent signs of Soil Contaminants on or near the subject property (except as reported in Comments below). It is possible that research, inspection and testing by a qualified environmental inspector would reveal existing and/or potential hazardous substances and/or detrimental environmental conditions on or around the property that would negatively affect its safety and value.
- ☒ The value estimated in this appraisal is based on the assumption that the subject property is free of Soil Contaminants.

Comments _____

ASBESTOS

- ☐ All or part of the improvements were constructed before 1979 when Asbestos was a common building material. The only way to be certain that the property is free of friable and non-friable Asbestos is to have it inspected and tested by a qualified asbestos inspector.
- ☐ The improvements were constructed after 1979. No apparent friable Asbestos was observed (except as reported in Comments below).
- ☐ The value estimated in this appraisal is based on the assumption that there is no uncontained friable Asbestos or other hazardous Asbestos material on the property.

Comments _____

PCBs (POLYCHLORINATED BIPHENYLS)

- ☒ There were no apparent leaking fluorescent light ballasts, capacitors or transformers anywhere on or nearby the property (except as reported in Comments below).
- ☒ There was no apparent visible or documented evidence known to the appraiser of soil or groundwater contamination from PCBs anywhere on the property (except as reported in Comments below).
- ☒ The value estimated in this appraisal is based on the assumption that there are no uncontained PCBs on or nearby the property.

Comments _____

RADON

- ☒ The appraiser is not aware of any Radon tests made on the subject property within the past 12 months (except as reported in Comments below).
- ☒ The appraiser is not aware of any indication that the local water supplies have been found to have elevated levels of Radon or Radium.
- ☒ The appraiser is not aware of any nearby properties (except as reported in Comments below) that were or currently are used for uranium, thorium or radium extraction or phosphate processing.
- ☒ The value estimated in this appraisal is based on the assumption that the Radon level is at or below EPA recommended levels.

Comments _____

UNDERGROUND STORAGE TANKS (USTs)

- ☒ There is no apparent visible or documented evidence known to the appraiser of any USTs on the property nor any known historical use of the property that would likely have had USTs.
- ☒ There are no apparent petroleum storage and/or delivery facilities (including gasoline stations or chemical manufacturing plants) located on adjacent properties (except as reported in Comments below).
- ☐ There are apparent signs of USTs existing now or in the past on the subject property. It is recommended that an inspection by a qualified UST inspector be obtained to determine the location of any USTs together with their condition and proper registration if they are active; and if they are inactive, to determine whether they were deactivated in accordance with sound industry practices.
- ☒ The value estimated in this appraisal is based on the assumption that any functioning USTs are not leaking and are properly registered and that any abandoned USTs are free from contamination and were properly drained, filled and sealed.

Comments _____

NEARBY HAZARDOUS WASTE SITES

- ☒ There are no apparent Hazardous Waste Sites on the subject property or nearby the subject property (except as reported in Comments below). Hazardous Waste Site search by a trained environmental engineer may determine that there is one or more Hazardous Waste Sites on or in the area of the subject property.
- ☒ The value estimated in this appraisal is based on the assumption that there are no Hazardous Waste Sites on or nearby the subject property that negatively affect the value or safety of the property.

Comments _____

UREA FORMALDEHYDE INSULATION (UFFI)

- NA All or part of the improvements were constructed before 1982 when UREA foam insulation was a common building material. The only way to be certain that the property is free of UREA formaldehyde is to have it inspected by a qualified UREA formaldehyde inspector.
- NA The improvements were constructed after 1982. No apparent UREA formaldehyde materials were observed (except as reported in Comments below).
- NA The value estimated in this appraisal is based on the assumption that there is no significant UFFI insulation or other UREA formaldehyde material on the property.

Comments _____

LEAD PAINT

- NA All or part of the improvements were constructed before 1980 when Lead Paint was a common building material. There is no apparent visible or known documented evidence of peeling or flaking Lead Paint on the floors, walls or ceilings (except as reported in Comments below). The only way to be certain that the property is free of surface or subsurface Lead Paint is to have it inspected by a qualified inspector.
- NA The improvements were constructed after 1980. No apparent Lead Paint was observed (except as reported in Comments below).
- NA The value estimated in this appraisal is based on the assumption that there is no flaking or peeling Lead Paint on the property.

Comments _____

AIR POLLUTION

- ☒ There are no apparent signs of Air Pollution at the time of the inspection nor were any reported (except as reported in Comments below). The only way to be certain that the air is free of pollution is to have it tested.
- ☒ The value estimated in this appraisal is based on the assumption that the property is free of Air Pollution.

Comments _____

WETLANDS/FLOOD PLAINS

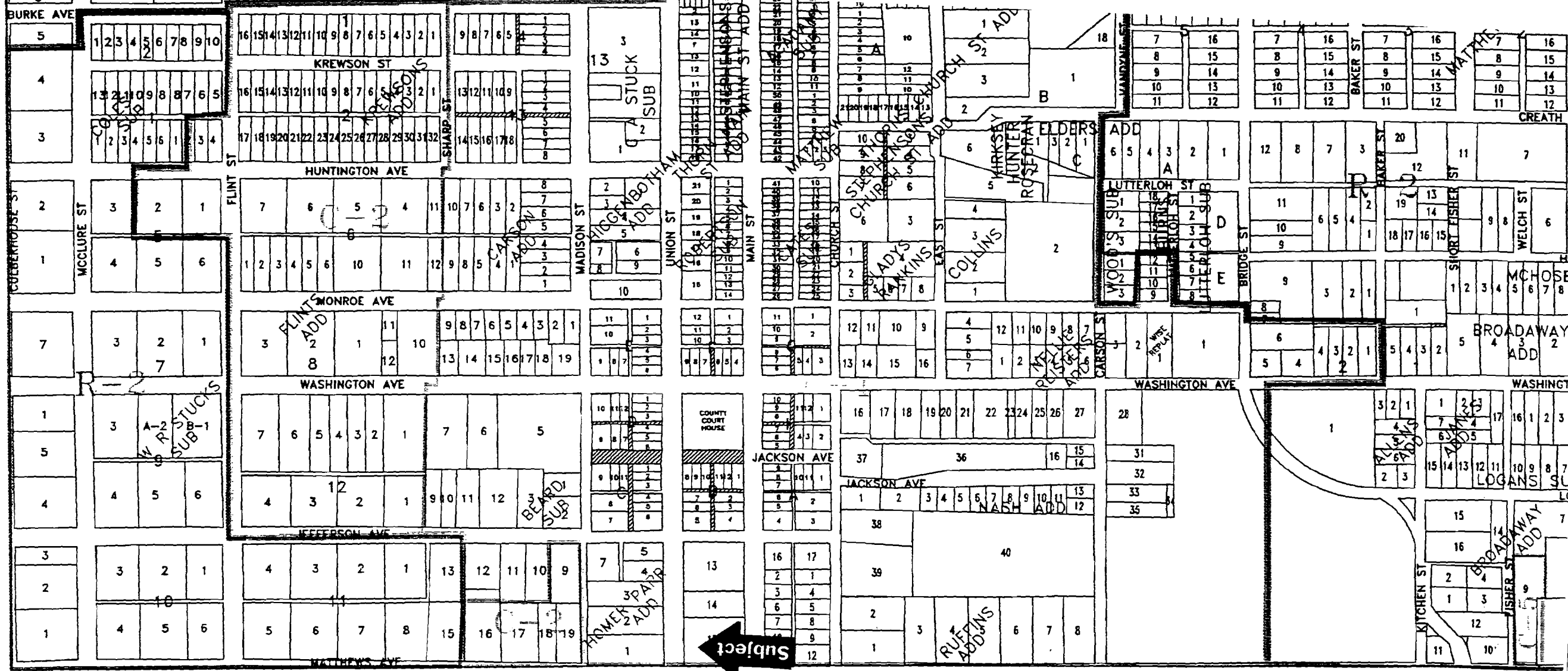
- ☒ The site does not contain any apparent Wetlands/Flood Plains (except as reported in Comments below). The only way to be certain that the site is free of Wetlands/Flood Plains is to have it inspected by a qualified environmental professional.
- ☒ The value estimated in this appraisal is based on the assumption that there are no Wetlands/Flood Plains on the property (except as reported in Comments below).

Comments _____

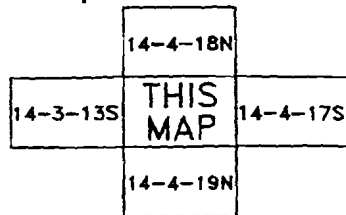
MISCELLANEOUS ENVIRONMENTAL HAZARDS

- ☒ There are no other apparent miscellaneous hazardous substances and/or detrimental environmental conditions on or in the area of the site except as indicated below:
- ☐ Excess Noise _____
 - ☐ Radiation + Electromagnetic Radiation _____
 - ☐ Light Pollution _____
 - ☐ Waste Heat _____
 - ☐ Acid Mine Drainage _____
 - ☐ Agricultural Pollution _____
 - ☐ Geological Hazards _____
 - ☐ Nearby Hazardous Property _____
 - ☐ Infectious Medical Wastes _____
 - ☐ Pesticides _____
 - ☐ Others (Chemical Storage + Storage Drums, Pipelines, etc.) _____
- ☒ The value estimated in this appraisal is based on the assumption that there are no Miscellaneous environmental Hazards (except those reported above) that would negatively affect the value of the property.

When any of the environmental assumptions made in this addendum are not correct, the estimated value in this appraisal may not be valid.



Adjacent sheets

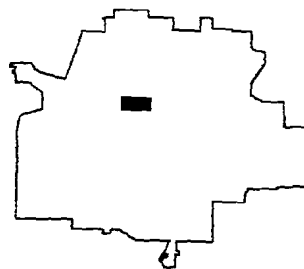


SOUTH HALF SECTION 18

T-14-N , R-4-E

City of Jonesboro

THIS MAP IS FOR PLANNING PURPOSES ONLY



Subject

49

ZONE X

City of Jonesboro
050048

*Ref

This n
does r
drain.
Hazar
updat
or cor

Coast.
effect:
devel

Areas
V, and

Certa
contr

Bound
betwe
with r

Flood
width

Elevat

Corpe
conta
chang

For cc
6.0 of

For a

JOINS PANEL 0132

LIMIT OF
DETAILED
STUDY

STREET

DRIVE

49

18

L

K

J

WARRANTY DEED

KNOW ALL MEN BY THESE PRESENTS:

That Lone Star Company, Inc., an Arkansas corporation organized under the laws of the State of Arkansas, **GRANTOR**, by its President and Secretary, duly authorized by proper resolution of the Board of Directors, for the consideration of the sum of Ten & No/100 Dollars (\$10.00) and other good and valuable consideration, in hand paid by **First Baptist Church of Jonesboro**, an Arkansas not for profit corporation, **GRANTEE**, the receipt of which is hereby acknowledged, does grant, bargain, sell and convey unto the said **First Baptist Church of Jonesboro**, an Arkansas not for profit corporation, **GRANTEE**, and unto its successors and assigns forever, the following described land situated in Craighead County, Arkansas:

Part of Lot 15 of Cobb Survey of the Southeast Quarter of the Southwest Quarter of Section 18, Township 14 North, Range 4 East, more particularly described as follows: Beginning at the intersection of the West line of Main Street in the City of Jonesboro with the section line running East and West between Sections 18 and 19, Township 14 North, Range 4 East; thence North along the West boundary line of Main Street 90 feet; thence West parallel with the section line 105 feet; thence North parallel with the East line of Union Avenue 3.5 feet; thence West parallel with said section line 85 feet to the East line of Union Avenue 93 feet; thence East along said section line 190 feet to the point of beginning.

TO HAVE AND TO HOLD the same unto the said **First Baptist Church of Jonesboro**, an Arkansas not for profit corporation, **GRANTEE**, and unto its successors and assigns forever, with all appurtenances thereunto belonging.

And **GRANTOR** hereby covenants with the said **GRANTEE** that it will forever warrant and defend the title to said lands against all claims whatever.

IN TESTIMONY WHEREOF, the name of the grantor is hereunto affixed by its President and attested and its seal affixed by its Secretary, this 8th day of February, 2000.

LONE STAR COMPANY, INC.

by

Al M. Heringer, III

ATTEST:

Pam Heringer
Pam Heringer, Secretary

I certify under penalty of false swearing that at least the legally correct amount of documentary stamps have been placed on this instrument

Grantee or Grantee's Agent

201 S. Main Street

Grantee's Address Jonesboro, Ar 72401



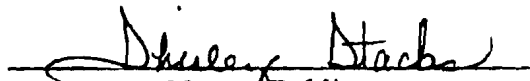
This instrument prepared by
Mixon Parker & Hurst PLC, Attorneys
Jonesboro, Arkansas

ACKNOWLEDGMENT


STATE OF ARKANSAS
COUNTY OF CRAIGHEAD

On this day, before me personally appeared Al M. Heringer, III, and Pam Heringer, to me personally well known, who acknowledged that they were the President and Secretary, respectively, of Lone Star Company, Inc., and that they, as such officers, being authorized so to do, had executed the foregoing instrument for the purposes therein contained, by signing the name of the corporation by themselves as such officers.

WITNESS my hand and official seal this February 8, 2000.


Notary Public

My commission expires: 7/1/2002

DEED BOOK 587 PAGE 577 - 578
DATE 02/08/2000
TIME 04:18:28 PM
RECORDED IN
OFFICIAL RECORDS OF
CRAIGHEAD COUNTY
ANN HUDSON
CIRCUIT CLERK
 D.C.
RECEIPT# 40058

DEFINITION OF MARKET VALUE: The most probable price which a property should bring in a competitive and open market under all conditions requisite to a fair sale, the buyer and seller, each acting prudently, knowledgeably and assuming the price is not affected by undue stimulus. Implicit in this definition is the consummation of a sale as of a specified date and the passing of title from seller to buyer under conditions whereby: (1) buyer and seller are typically motivated; (2) both parties are well informed or well advised, and each acting in what he considers his own best interest; (3) a reasonable time is allowed for exposure in the open market; (4) payment is made in terms of cash in U.S. dollars or in terms of financial arrangements comparable thereto; and (5) the price represents the normal consideration for the property sold unaffected by special or creative financing or sales concessions* granted by anyone associated with the sale.

* Adjustments to the comparables must be made for special or creative financing or sales concessions. No adjustments are necessary for those costs which are normally paid by sellers as a result of tradition or law in a market area; these costs are readily identifiable since the seller pays these costs in virtually all sales transactions. Special or creative financing adjustments can be made to the comparable property by comparisons to financing terms offered by a third party institutional lender that is not already involved in the property or transaction. Any adjustment should not be calculated on a mechanical dollar for dollar cost of the financing or concession but the dollar amount of any adjustment should approximate the market's reaction to the financing or concessions based on the appraiser's judgement.

STATEMENT OF LIMITING CONDITIONS AND APPRAISER'S CERTIFICATION

CONTINGENT AND LIMITING CONDITIONS: The appraiser's certification that appears in the appraisal report is subject to the following conditions:

1. The appraiser will not be responsible for matters of a legal nature that affect either the property being appraised or the title to it. The appraiser assumes that the title is good and marketable and, therefore, will not render any opinions about the title. The property is appraised on the basis of it being under responsible ownership.
2. The appraiser has provided a sketch in the appraisal report to show approximate dimensions of the improvements and the sketch is included only to assist the reader of the report in visualizing the property and understanding the appraiser's determination of its size.
3. The appraiser has examined the available flood maps that are provided by the Federal Emergency Management Agency (or other data sources) and has noted in the appraisal report whether the subject site is located in an identified Special Flood Hazard Area. Because the appraiser is not a surveyor, he or she makes no guarantees, express or implied, regarding this determination.
4. The appraiser will not give testimony or appear in court because he or she made an appraisal of the property in question, unless specific arrangements to do so have been made beforehand.
5. The appraiser has estimated the value of the land in the cost approach at its highest and best use and the improvements at their contributory value. These separate valuations of the land and improvements must not be used in conjunction with any other appraisal and are invalid if they are so used.
6. The appraiser has noted in the appraisal report any adverse conditions (such as, needed repairs, depreciation, the presence of hazardous wastes, toxic substances, etc.) observed during the inspection of the subject property or that he or she became aware of during the normal research involved in performing the appraisal. Unless otherwise stated in the appraisal report, the appraiser has no knowledge of any hidden or unapparent conditions of the property or adverse environmental conditions (including the presence of hazardous wastes, toxic substances, etc.) that would make the property more or less valuable, and has assumed that there are no such conditions and makes no guarantees or warranties, express or implied, regarding the condition of the property. The appraiser will not be responsible for any such conditions that do exist or for any engineering or testing that might be required to discover whether such conditions exist. Because the appraiser is not an expert in the field of environmental hazards, the appraisal report must not be considered as an environmental assessment of the property.
7. The appraiser obtained the information, estimates, and opinions that were expressed in the appraisal report from sources that he or she considers to be reliable and believes them to be true and correct. The appraiser does not assume responsibility for the accuracy of such items that were furnished by other parties.
8. The appraiser will not disclose the contents of the appraisal report except as provided for in the Uniform Standards of Professional Appraisal Practice.
9. The appraiser has based his or her appraisal report and valuation conclusion for an appraisal that is subject to satisfactory completion, repairs, or alterations on the assumption that completion of the improvements will be performed in a workmanlike manner.
10. The appraiser must provide his or her prior written consent before the lender/client specified in the appraisal report can distribute the appraisal report (including conclusions about the property value, the appraiser's identity and professional designations, and references to any professional appraisal organizations or the firm with which the appraiser is associated) to anyone other than the borrower; the mortgagee or its successors and assigns; the mortgage insurer; consultants; professional appraisal organizations; any state or federally approved financial institution; or any department, agency, or instrumentality of the United States or any state or the District of Columbia; except that the lender/client may distribute the property description section of the report only to data collection or reporting service(s) without having to obtain the appraiser's prior written consent. The appraiser's written consent and approval must also be obtained before the appraisal can be conveyed by anyone to the public through advertising, public relations, news, sales, or other media.

APPRAISER'S CERTIFICATION: The Appraiser certifies and agrees that:

1. I have researched the subject market area and have selected a minimum of three recent sales of properties most similar and proximate to the subject property for consideration in the sales comparison analysis and have made a dollar adjustment when appropriate to reflect the market reaction to those items of significant variation. If a significant item in a comparable property is superior to, or more favorable than, the subject property, I have made a negative adjustment to reduce the adjusted sales price of the comparable and, if a significant item in a comparable property is inferior to, or less favorable than the subject property, I have made a positive adjustment to increase the adjusted sales price of the comparable.
2. I have taken into consideration the factors that have an impact on value in my development of the estimate of market value in the appraisal report. I have not knowingly withheld any significant information from the appraisal report and I believe, to the best of my knowledge, that all statements and information in the appraisal report are true and correct.
3. I stated in the appraisal report only my own personal, unbiased, and professional analysis, opinions, and conclusions, which are subject only to the contingent and limiting conditions specified in this form.
4. I have no present or prospective interest in the property that is the subject to this report, and I have no present or prospective personal interest or bias with respect to the participants in the transaction. I did not base, either partially or completely, my analysis and/or the estimate of market value in the appraisal report on the race, color, religion, sex, handicap, familial status, or national origin of either the prospective owners or occupants of the subject property or of the present owners or occupants of the properties in the vicinity of the subject property.
5. I have no present or contemplated future interest in the subject property, and neither my current or future employment nor my compensation for performing this appraisal is contingent on the appraised value of the property.
6. I was not required to report a predetermined value or direction in value that favors the cause of the client or any related party, the amount of the value estimate, the attainment of a specific result, or the occurrence of a subsequent event in order to receive my compensation and/or employment for performing the appraisal. I did not base the appraisal report on a requested minimum valuation, a specific valuation, or the need to approve a specific mortgage loan.
7. I performed this appraisal in conformity with the Uniform Standards of Professional Appraisal Practice that were adopted and promulgated by the Appraisal Standards Board of The Appraisal Foundation and that were in place as of the effective date of this appraisal, with the exception of the departure provision of those Standards, which does not apply. I acknowledge that an estimate of a reasonable time for exposure in the open market is a condition in the definition of market value and the estimate I developed is consistent with the marketing time noted in the neighborhood section of this report, unless I have otherwise stated in the reconciliation section.
8. I have personally inspected the interior and exterior areas of the subject property and the exterior of all properties listed as comparables in the appraisal report. I further certify that I have noted any apparent or known adverse conditions in the subject improvements, on the subject site, or on any site within the immediate vicinity of the subject property of which I am aware and have made adjustments for these adverse conditions in my analysis of the property value to the extent that I had market evidence to support them. I have also commented about the effect of the adverse conditions on the marketability of the subject property.
9. I personally prepared all conclusions and opinions about the real estate that were set forth in the appraisal report. If I relied on significant professional assistance from any individual or individuals in the performance of the appraisal or the preparation of the appraisal report, I have named such individual(s) and disclosed the specific tasks performed by them in the reconciliation section of this appraisal report. I certify that any individual so named is qualified to perform the tasks. I have not authorized anyone to make a change to any item in the report; therefore, if an unauthorized change is made to the appraisal report, I will take no responsibility for it.

SUPERVISORY APPRAISER'S CERTIFICATION: If a supervisory appraiser signed the appraisal report, he or she certifies and agrees that: I directly supervise the appraiser who prepared the appraisal report, have reviewed the appraisal report, agree with the statements and conclusions of the appraiser, agree to be bound by the appraiser's certifications numbered 4 through 7 above, and am taking full responsibility for the appraisal and the appraisal report.

ADDRESS OF PROPERTY APPRAISED: Matthews/Union Street, Jonesboro, AR 72401

APPRAISER:

Signature: _____

Name: Bob Gibson CG0247

Date Signed: February 21, 2001

State Certification #: CG0247

or State License #: _____

State: AR

Expiration Date of Certification or License: 6/30/2001

SUPERVISORY APPRAISER (only if required):

Signature: _____

Name: _____

Date Signed: _____

State Certification #: _____

or State License #: _____

State: _____

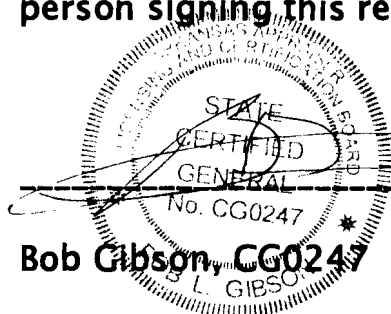
Expiration Date of Certification or License: _____

☐ Did ☐ Did Not Inspect Property

Additional Certifications to Comply with new requirements of Appraisal Standards Board changes to Standards Rule 2-3.

I certify that, to the best of my knowledge and belief:

- The statements of fact contained in this report are true and correct.
- The reported analyses, opinions, and conclusions are limited only by the reported assumptions and limiting conditions, and are my personal, impartial, and unbiased professional analyses, opinions, and conclusions.
- I have no present or prospective interest in the property that is the subject of this report, and no personal interest with respect to the parties involved.
- I have no bias with respect to the property that is the subject of this report or to the parties involved with this assignment.
- My engagement in this assignment was not contingent upon developing or reported predetermined results.
- My compensation for completing this assignment is not contingent upon the development or reporting of a predetermined value or direction in value that favors the cause of the client, the amount of the value opinion, the attainment of a stipulated result, or the occurrence of a subsequent event directly related to the intended use of this appraisal.
- My analyses, opinions, and conclusions were developed, and this report has been prepared, in conformity with the Uniform Standards of Professional Appraisal Practice.
- I have made a personal inspection of the property that is the subject of this report.
- No one provided significant professional assistance to the person signing this report.



Bob Gibson, CG0247

Bernie Richmond, Trainee

QUALIFICATIONS OF BOB L. GIBSON

POSITION: Real Estate Appraiser/Consultant, 420 W. Jefferson, Jonesboro, Arkansas, 72401 Telephone: (870) 932-5206.

PROFESSIONAL EXPERIENCE:

Chief Appraiser for Home Federal Savings. 1965 to 1975, Fee Appraiser for area financial and real estate concerns, 1965 to 1980.

President of H.S.C. Service Corporation. Developed three (3) Subdivisions, constructed single-family homes, one hotel, and numerous condominiums from 1975 to 1990.

EDUCATION:

B.S. Degree in Business Administration and minor in Economics from Arkansas State University in 1965.

Graduate of School of Savings & Loans at University of Indiana, Bloomington, Indiana, 1979 to 1982.

U.S. League of Savings Associations Appraised Study Course, 1965.

Principles of Real Estate Appraising-1968 Audit, Arkansas State University.

National Association of Independent Fee Appraisers, Principles of Residential Real Estate, 1990.

NAIF Income Property Appraising, 1990.

Marshall and Swifts Valuation Guides Seminar - Residential and Commercial Cost Approach, 1990.

The Appraisal Institute - Real Estate Appraisal Methods, 1991.

Uniform Standards of Professional Appraisal Practice, 1991.

Techniques of Income Property Appraising, 1991.

Uniform Residential Appraisal Report Seminar, IFA, Jonesboro, 1993.

FIRREA: Overview and Practical Application Seminar, IFA, Jonesboro, AR, 1994.

American Disabilities Act Seminar, I.F.A., Jonesboro, Arkansas 1993.

HUD Guidelines - Lender Selection of the Appraiser, I.F.A., Little Rock, Arkansas, Dec. 7, 1994 - Member of Lender Appraiser Selection Roster, HUD, Little Rock, Arkansas.

Appraiser Accountability and Legal Liabilities Seminar, Arkansas Appraisal Foundation, Little Rock, Arkansas, May 10, 1995.

Standards of Professional Practice, I.F.A., Jonesboro, Arkansas, 1996.

HUD/FHA Appraiser Training, HUD/FHA, Hot Springs, Arkansas, 1996.

Legal Journal, West Memphis, Arkansas, April 30, 1998.

Principles of Condemnation, San Antonio, Texas, June 3, 1999.

Arkansas Appraisal Board Annual Meeting, Little Rock, AR April 18, 2000.

USPAP, Kelton Schools, Jonesboro, Arkansas, May 17, 2000.

PROFESSIONAL MEMBERSHIP:

Charter Member of National Society of Environmental Consultants.

Master Senior Appraisers (MSA), National Association of Master Appraisers.

CERTIFICATION AND DESIGNATION:

State Certified Residential Appraiser #CG0247, December 28, 1991.

State Certified General Appraiser #CG0247, January 6, 1992.

PARTIAL LIST OF CLIENTS:

Belz-Burrow, Norwest Mortgage, Union Planters Bank of NEA, Regions Bank, Simmons Bank, Heringer Lone Star, Griffin Petroleum Co., Caldwell Construction Co., First Financial Mortgage, Fowler Foods, MidSouth Bank, Matthews Oil Co., Heritage Bank, Nations Bank, Nationsbanc Mortgage, Pocahontas Federal Savings & Loan, and American State Bank.