

Johnson's Title & Payday Loan
PHYSICAL DAMAGE INSURANCE REQUIREMENT
AND
MECHANICAL BREAKDOWN WITH ASSET PROTECTION AGREEMENT

Johnson's Title & Payday Loan requires that you, the borrower, must obtain and carry physical damage insurance and a mechanical breakdown agreement on the motor vehicle used as security for the loan that Johnson's Title & Payday Loan is making to borrower listed below. You may obtain the insurance we require from an agent or company of your personal preference.

The required physical damage insurance and mechanical breakdown agreement must provide coverage with a deductible not more than \$250.00 and must show Johnson's Title & Payday Loan as the lien holder and loss payee.

AUTHORIZATION OF BORROWER

If I do not acquire or maintain the required amounts of insurance listed above I, the borrower, authorize Johnson's Title & Payday Loan to apply for a single interest insurance to protect its interest in the motor vehicle described below.

I also understand that a single interest insurance may be added to my contract as a result of me not providing or maintaining the required amount during any term of the loan. The rates for this insurance are not fixed or approved or regulated by the state board of insurance and does not provide me any protection, nor fulfill any state requirement of financial responsibility, no fault or minimum liability insurance laws, or afford me any medical payments, uninsured or underinsured motorist coverage, personal or property damage liability. This insurance only protects the lienholder and security vehicle listed in this contract and not the equity or any other lienholder or party or borrower

Please initial all applicable lines:

Mechanical Breakdown with Asset Protection

_____ I have valid and collectible insurance protecting vehicle in contract and Johnson's Title & Payday Loan will be the loss payee.

_____ I do not have the required insurance and do not intend to obtain it. I therefore request that you obtain a single interest Insurance or some other form of protection to protect your interest in the vehicle, also understand that I will pay the weekly premium.

Physical Damage

_____ I have valid and collectible insurance protecting vehicle in contract and Johnson's Title & Payday Loan will be the loss payee.

You have the option from 10 days of the loan date to furnish the required insurance from any insurance company authorized to transact business by the State of Texas, Johnson's Title & Payday Loan will repossess your vehicle immediately if the required Insurance or Mechanical Breakdown with Asset protection agreement is not current.

FIRST NAME: Ronnie LAST NAME Johnson

ADDRESS: 1015 East Concord Avenue CITY : Goodlettsville, TN ZIP 37072

BORROWER'S SIGNATURE

4/19/2006
DATE

WITNESS SIGNATURE

4/19/2006
DATE