

State of South Carolina,

Whereas Camel City Coach Company, a corporation under the laws of the State of North Carolina, but operating lines of busses in and through South Carolina, is justly and truly indebted unto the Hayes Bus Lines, Inc., a corporation of the State of South Carolina, in the sum of Twenty Five Thousand Two Hundred Dollars (\$25,200.00) and in pursuance of authority duly given by its directors and stockholders to its officers has executed its certain twenty six promissory notes in writing, twenty five of same being in the sum of One Thousand Dollars (\$1000.) each and one in the sum of Two Hundred Dollars (\$200), all of which notes bear date the 30th day of May 1931, and are payable serially each thirty days after said 30th day of May 1931, the note for Two Hundred Dollars (\$200) to be payable seven hundred eighty (780) days from the date hereof; all of which said notes bear interest from the date hereof at the rate of six per cent (6%) per annum payable with the principal thereof.

Now, in order to better secure the payment of said notes and the indebtedness represented thereby, according to the tenor of said notes, as well as any and all renewals thereof, and any and all liability or liabilities of the Camel City Coach Company to the Hayes Bus Lines, Inc., due or to become due, the Camel City Coach Company has assigned, transferred and deposited with the Hayes Bus Lines, Inc., as collateral security, its certain license or franchise rights granted and issued, or to be granted and issued, to it by the South Carolina Highway Department for the operation of motor busses along and over the highways of the State of South Carolina, being familiarly known as a Public Convenience and Necessity Certificate of the class described under the Act regulating the operation of motor vehicles approved April 8th, 1925, as Class "A", and more particularly designated as Certificate No. 8, covering the motor bus route from Greenville to Columbia and return; the said license or franchise rights having been heretofore owned by the obligee, and having been on the 30th day of May 1931 conveyed to Camel City Coach Company.

In the event of non-payment of the aforesaid promissory notes, or any of them, as they severally become due, then and in that event the said Hayes Bus Lines, Inc. may at its option elect to declare the entire amount of this indebtedness due and forthwith at any time after said notes or any of them, or interest due thereon, are due and remain unpaid upon fifteen days notice to the said Camel City Coach Company, sell said securities, either at public or private sale, the proceeds to be applied to the payment of the aforesaid promissory notes, and the interest due thereon, as well as any costs and expenses of said sale, and any surplus after said payment and the payment of the liens held by American Fidelity & Casualty Company and C. G. Timberlake, hereinafter referred to, may be subject to the order of the said Camel City Coach Company.

And for the purpose of effecting such sale in the event of default, the said Camel City Coach Company hereby names, constitutes and appoints Hayes Bus Lines, Inc. as its true and lawful agent and attorney, with full power of substitution and hereby authorizes and directs the said attorney to sell, assign, transfer and deliver the Certificate hereby hypothecated and all of its rights thereunder, at such price or prices and to such person or persons as may be proper.

In the event of default in the payment of the said notes, or any of them, as hereinabove provided for, the said Hayes Bus Lines, Inc., may at its option, and pending a sale of the securities as herein provided, not, however, until after default in the payment has been made, proceed to name or designate its agent or agents for the purposes of continuing the business of the said Camel City Coach Company over the motor bus route designated in said Certificate No. 8, hereinabove referred to. And for the purposes of enabling the said Hayes Bus Lines, Inc. to continue the said business of the said Camel City Coach Company without a cessation or termination of its operation, and in order that the securities shall not be disturbed or impaired, this assignment is absolute, and for the purposes of execution any contract or contracts for the appointment of any agent or agents, persons or representatives to continue the said or aforementioned operations, said Hayes Bus Lines, Inc. is hereby designated and appointed the true and lawful agent of the said Camel City Coach Company, irrevocably, and with full power of substitution.

In case the security pledged for the above named liabilities shall, because of the manner of operating the business of the Camel City Coach Company, or because of any other outstanding obligation of the said Camel City Coach Company becoming of sufficient import as to impair the operations of the Company, or if for any reason the security should become impaired, then, and in that event, all of the outstanding indebtedness represented by said notes, whether then or not due, shall forthwith mature and become due and payable, and the payee or holder hereof may immediately proceed with a sale and disposition of the securities.