

(2) That there will be no occurrence of any circumstance set forth in Section 103(c)(6)(D), (E) and (F) of the Internal Revenue Code of 1954 which might cause interest on the Note to lose its tax exempt status;

(3) That within 30 days after (i) July 1, 1971, and (ii) the 1st day of each January and July thereafter to and including July 1, 1974, the Lessee will furnish to the Mortgagee a certificate of independent certified public accountants together with an opinion of an Independent Counsel acceptable to the Mortgagee stating that during the period beginning February 1, 1968, to such January 1 and July 1, as the case may be (or in the case of the July 1, 1974 certificate, to the 3rd anniversary of the date of the delivery of the Note), capital expenditures (including the \$1,500,000 principal amount of the Note) in excess of the greater of (a) \$5,000,000, or (b) the capital expenditures limitation prescribed by said Section 103(c)(6)(D) if hereafter amended so as to increase the limitation, have not been paid or incurred with respect to "facilities" described in Section 103(c)(6)(E) of the Internal Revenue Code of 1954, in Greenville County, South Carolina, of which the Lessee or a related person as defined in Section 103(c)(6)(C) of the Internal Revenue Code of 1954 is the principal user; and

(4) That it will comply with the governing regulations from time to time applicable to Section 103 of the Internal Revenue Code of 1954 to the extent that compliance therewith is necessary in order that interest on the Note shall remain exempt.

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