

Operating Agreement. In the event the loss does not exceed \$100,000.00 or the insured or a corporation which has guaranteed performance of the insured's obligations hereunder shall have a net worth of more than \$40,000,000 the insurance proceeds shall be paid to the insured and applied by it toward the cost of restoration.

The policies of insurance required hereunder may be made payable, under a standard mortgagee clause, to the holder of any first mortgage which is a lien upon the Site of the insured, provided such mortgagee is a bank, trust company, insurance company, pension fund, retirement fund or other reputable institutional lender and such mortgagee agrees that, in the event of any loss thereunder, it shall apply the proceeds in accordance with the terms of this Agreement and the Operating Agreement.

Section 7.02. Certificates of Insurance. Each party shall deliver to the other or its mortgagee, upon request, certificates of the insurance required to be maintained under this Article VII and, from time to time, evidence of the renewal of such insurance. Each certificate of insurance shall stipulate thereon that the insurance evidenced thereby shall not be materially reduced or cancelled unless thirty (30) days prior written notice shall have been given by the insurer to the Developer, Belk and mortgagee.

Section 7.03. Other Requirements. Either party hereto may carry any insurance required to be maintained under this Article VII, either in whole or in part, under a "blanket policy" which covers other properties of such party. Either party hereto which has a net worth of more than \$40,000,000 or has the performance of its obligations hereunder guaranteed by a corporation which has such a net worth may carry