

2. The Association shall obtain master policies of insurance as herein designated, which shall provide that any loss thereunder shall be paid to any national or state bank doing business in Greenville County, South Carolina, having trust powers, which bank shall be designated, from time to time by the Board of Directors of the Association, as Trustee. Such Trustee is herein referred to as "Insurance Trustee". Under the said master policies, certificates of insurance shall be issued which indicate on their face that they are part of such master policies of insurance covering each and every unit as well as the general common elements and the limited common elements belonging to the Association. A certificate of insurance with proper mortgagee endorsement shall be issued to the owner of each unit and the original thereof shall be delivered to the mortgagee, if there be one, or retained by the unit owner if there is not a mortgagee. Such master policies shall contain the same waiver of subrogation as that referred to in paragraph 1 above and shall further contain provisions that the insurer shall not be entitled to contribution against casualty insurance which may be purchased by the individual unit owners as hereinabove provided. The original of the master policy of insurance shall be deposited with any first mortgagee who may require the same. The Insurance Trustee must first acknowledge that the insurance policies and any proceeds thereof will be held in accordance with the term hereof. The Board of Directors shall pay, for the benefit of the owner of each unit and each unit mortgagee, all premiums upon insurance policies purchased by the Association and such premium payments shall be charged as a common expense. The insurance shall be purchased from recognized insurance companies duly licensed to operate in the State of South Carolina and shall be in such amounts as deemed appropriate by the Association.

3. The buildings and all other insurable improvements upon the land and all personal property as may be owned by the Association shall be covered by the following insurance: