

Between the date of this agreement and the time at which the merger shall become effective, both First and Peoples (if otherwise permitted by law to do so) shall be permitted to declare and pay cash dividends to its respective stockholders, as follows:

- (a) In the case of First, dividends permitted hereunder shall not exceed the sum of One and 50/100ths (\$1.50) Dollars per share of its presently outstanding shares, but not more than ninety (90) cents of the aforementioned One and 50/100ths (\$1.50) Dollars per share may be paid during the remainder of the calendar year 1966; and
- (b) In the case of Peoples, dividends permitted hereunder shall not exceed the sum of forty-five (45) cents per share of its presently outstanding shares, but not more than fifteen (15) cents of the aforementioned forty-five (45) cents per share may be paid during the remainder of the calendar year 1966.

Section 9.

The following named persons shall serve as the Board of Directors of the Association until the next annual meeting or until such time as their successors have been elected and have qualified.

Sydney Bruce
M. Wilson Clary
Dan D. Davenport
William H. Gambrell
P. C. Gregory, Jr.
Ben F. Hagood
B. Calhoun Hipp