

after the said Bonds shall be authenticated and delivered in numerical sequence upon specific written instruction from The College, to Jefferson Standard Life Insurance Company at its Home Office in Greensboro, North Carolina, to the extent of One Million Four Hundred Thousand (\$1,400,000.00) Dollars and to Pilot Life Insurance Company at its Home Office in Greensboro, North Carolina, to the extent of Five Hundred Thousand (\$500,000.00) Dollars, All of said Bonds shall be dated the 1st day of May, 1947, provided, however, interest shall not commence on any Bond until duly authenticated and delivered by The Trustee, and the said Trustee is hereby authorized to credit interest on the reverse side of any of said Bonds authenticated and delivered subsequent to the 1st day of May, 1947, from the said 1st day of May, 1947, to the date of such authentication and delivery.

### Section 3. - Lost, Mutilated and Destroyed Bonds.

In the event any Bond shall become mutilated or be lost or destroyed, The College in its discretion may issue, and thereafter The Trustee shall authenticate and deliver to the owner thereof a new Bond of like date, tenor and effect, bearing the same serial number, in exchange and substitution for the mutilated, lost or destroyed Bond, upon receipt of evidence satisfactory to The College and The Trustee of such mutilation, loss or destruction, and upon receipt also of indemnity satisfactory to The College and to The Trustee, (such indemnity can be required notwithstanding any statute which may provide for the establishment of a mutilated, lost or destroyed instrument without requiring the giving of a bond or other indemnity), and where such Bond has not been lost or destroyed, but merely mutilated, then upon surrender and cancellation of such mutilated Bond.

## ARTICLE II.

### REDEMPTION OF BONDS PRIOR TO MATURITY.

#### Section 1. - Right or Redeem at Par.

The College shall have the right, from and after January 1, 1954, as long as any of said Bonds are outstanding and unpaid, to retire at par, plus accrued interest to date of payment, upon any interest paying date, Bonds, in addition to the Bonds then maturing, in an amount not exceeding the amount of the Bonds then maturing in any one year, said right to redeem prior to maturity to be non, cumulative, and the Bond or Bonds so retired prior to maturity to be the last maturing Bond or Bonds. Which is to say, retirement of Bonds prior to maturity shall be in the inverse order of their serial numbers.

#### Section 2. - Notice of Redemption and Payment.

Before exercising any right to pay off and redeem any Bonds prior to maturity at par plus accrued interest to date of payment, as provided for in the next preceding section, The College shall give notice in writing not less than sixty (60) days prior to the time of such redemption, which notice shall be given by mail addressed to The Trustee at its offices in Greensboro, North Carolina, and to the Jefferson Standard Life Insurance Company at its office in Greensboro, North Carolina, and to Pilot Life Insurance Company at its office in Greensboro, North Carolina, and in the event said insurance companies do not then own all the Bonds so to be redeemed, by mail to all registered owners thereof, and if any of such Bonds are unregistered Bonds, by publication of such notice twice (once a week in each of two successive calendar weeks), in a newspaper printed in the English language, published and of general circulation in the City of Greenville, State of South Carolina, the first of such publications to be made not less than sixty days before the date of redemption.

## ARTICLE III.

### RELEASE OF SECURITY.

Upon written consent given to the Trustee to Jefferson Standard Life Insurance Company and Pilot Life Insurance Company, so long as said companies are the holders of any of the Bonds then outstanding and unpaid, otherwise upon written consent given by the holders of fifty per cent (50%) of the said Bonds then outstanding and unpaid. The Trustee shall have the power and authority, upon request by The College, to execute and deliver to The College releases of any portions of the trust property; and it is further understood and agreed that