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executed by the Company, and which may be certified by the Trustee, is limited to an amount not to exceed Two Hundred Fifty Thousand (\$250,000.00) Dollars principal.

The identity of each bond of said series is to be evidenced by the authentication certificate endorsed thereon by the Trustee or by its successor or successors in trust, and no bond shall be or become binding or obligatory or entitled to any security under this instrument unless and until authenticated as one of the bonds by such certificate of the Trustee or its successor or successors in trust, endorsed thereon. Such certificate upon any bond shall be conclusive evidence and the only evidence that the bond so authenticated has been duly issued and delivered hereunder, and that the holder thereof is entitled to all the benefits of this Indenture and to all the protection and rights of a bona fide holder for value, without notice, of a valid negotiable instrument.

Section 2. - Delivery of Bonds

The bonds secured hereby shall, immediately upon the execution and delivery of these presents, be delivered by the Company to the Trustee for authentication and thereafter the said bonds shall be authenticated and delivered in numerical sequence upon specific written instructions from the Company, to Pilot Life Insurance Company, at the office of the Trustee, in Guilford County, North Carolina.

Section 3. - Lost, Mutilated and Destroyed Bonds

In the event any bond shall become mutilated or be lost or destroyed, the Company 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 Company and the Trustee of such mutilation, loss or destruction and upon receipt also