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to secure the same by a first mortgage upon all of its real estate, land, buildings, leasehold interest, machinery, equipment, furnishings, patents, and franchises, located on or used in connection with the operation of its steel manufacturing business near Greenville, South Carolina, and its brick manufacturing business near Gaffney, South Carolina, including all additions and replacements thereof that may be made during the life of said mortgage, and

WHEREAS, pursuant to said call, a meeting of the stockholders of said Company was duly held on January 18, 1954, of which meeting due notice was given to the stockholders of said Company in advance of said meeting as required by the By-Laws of said Company and by the laws of South Carolina, and

WHEREAS, at said meeting, more than two-thirds ($\frac{2}{3}$) of the total number of shares outstanding of the capital stock of the Company as of record being represented in person or by proxy, resolutions were unanimously passed, authorizing the officers of said Company to borrow for the uses and purposes of said Company, the sum of Two Hundred Fifty Thousand and No/100 Dollars (\$250,000.00) from Liberty Life Insurance Company, a corporation existing under the laws of the State of South Carolina and having its principal place of business in the City of Greenville, South Carolina, and as evidence of said loan, to issue to Liberty Life Insurance Company, or order, its bonds in an aggregate amount of Two Hundred Fifty Thousand and No/100 Dollars (\$250,000.00), to be dated January 20, 1954, and payable as set forth in the first mortgage securing same, and bearing interest at the rate of Five and one-half per cent ($5\frac{1}{2}\%$) per annum, payable quarterly on the 20th days of April, July, October, and January, of each year thereafter and to secure said bonds by a first mortgage to the South Carolina National Bank of Charleston, as Trustee, covering all of the land, buildings, leasehold interest, machinery equipment, furnishings, patents, and franchises, located on or used