

therefrom reasonable fees and expenses of THE TRUSTEE in the collection and handling of the same) to THE COMPANY, free and discharged from the effect of this Trust Indenture and the separate assignment of such policy. In the event the holders of the majority of the Bonds then outstanding shall, however, elect to apply such death benefits or proceeds to the Bonds then outstanding, the same shall be applied (after deduction by THE TRUSTEE from said proceeds of its reasonable fees and expenses of collecting and handling such proceeds) upon the last maturing Bonds.

TO HAVE AND TO HOLD the above described property, real, personal and mixed, together with all and singular the appurtenances thereto belonging, unto the said SECURITY NATIONAL BANK OF GREENSBORO, TRUSTEE, as TRUSTEE, and its successors and assigns, IN TRUST, NEVERTHELESS, upon the terms and trusts herein set forth, for the purpose of securing the entire issue of Bonds, both as to principal and interest herein provided for, all of which said Bonds are now held and owned by JEFFERSON STANDARD LIFE INSURANCE COMPANY of Greensboro, North Carolina, but also for the present and future holders of said Bonds and each of them, without preference as to any of said Bonds over any other by reason of priority in time of payment, of issue or of negotiation, so that said Bonds shall be equally and ratably secured, and for the enforcement of the payment of said Bonds, both as to principal and interest when payable; and IN TRUST to secure the performance and observance of and compliance with the covenants and conditions herein contained; but provided, nevertheless, that if the COMPANY, its successors or assigns, shall pay or cause to be paid unto the holders of the Bonds, the principal and interest to become due thereon at the times and in the manner stipulated therein, or shall provide for the payment of said Bonds by depositing with THE TRUSTEE hereunder the entire amount due thereon for principal and interest, and shall also pay all other sums due or to become due hereunder to be paid by THE COMPANY and shall keep, perform and observe all and singular the covenants and stipulations in said Bonds and in this Trust Indenture expressed, or indicated to be kept, performed and observed by and on its