

Greensboro office of North Carolina National Bank in Greensboro, North Carolina, the principal sum of EIGHT HUNDRED THOUSAND DOLLARS (\$800,000.00) in installments as follows:

\$26,667.00 on the first day of January, 1964;

\$26,667.00 on the first day of July, 1964;

and the like sum of \$26,667.00 on the first day of January and July in each succeeding year until July 1, 1978, when the entire unpaid balance of said principal sum shall be paid;

together with interest on said principal sum or unpaid balance thereof from the date hereof at the rate of 5 $\frac{1}{4}$ % per annum, payable on January 1 and July 1 in each and every calendar year as it accrues until the same be fully paid.

This Note is secured by an Indenture of Mortgage and Deed of Trust dated July 1, 1963 (sometimes hereinafter referred to as the Trust Indenture), from Carotell Paper Board Corporation to North Carolina National Bank, Trustee, to which reference is hereby made for a description of the property mortgaged and pledged, the rights and remedies of the holder hereof, and of the Trusts in regard thereto, and the terms and conditions upon which this Note is secured thereby.

In addition to the installments of principal payable as prescribed in the first paragraph of this Note, Carotell Paper-Board Corporation shall have the right, upon not less than thirty days' prior written notice sent by registered mail to the holder hereof, to pay on any interest payment date one additional installment of \$26,667.00 during