

In case of default by the Corporation, as provided in the Indenture, all principal advanced pursuant to the Loan Contract and remaining unpaid on this Bond and any other notes or bonds secured by the Indenture at the time outstanding and all interest thereon, may be declared or may become due and payable in the manner and with the effect provided in the Indenture.

This Bond has been executed and delivered in exchange for a certain note or notes previously executed and delivered to the Government by The Old Town Telephone System, Incorporated (which has been merged into the Corporation).

If the Government shall at any time assign this Bond and insure the payment hereof, the Corporation shall continue to make payments hereunder to the Government as collection agent for the insured holder, and, for purposes of the Indenture, the Government, and not such insured holder, shall be considered to be, and shall have the rights of, the bondholder.

IN WITNESS WHEREOF, the Corporation has caused this Bond to be signed in its corporate name and its corporate seal to be hereunto affixed and attested by its officers thereunto duly authorized, all as of the day and year first above written.

MID-CAROLINA TELEPHONE CORPORATION

By

President

(SEAL)

Attest:

Secretary

[FORM OF TRUSTEE'S CERTIFICATE OF AUTHENTICATION]

This Bond is one of the REA First Mortgaged Exchange Bonds, Series C described in the within-mentioned Indenture.

BANCOHIO NATIONAL BANK

By

Authorized Officer

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