

loan to the Corporation for the purpose of providing funds to finance the acquisition, construction and improvement by the Corporation of certain pollution control facilities ("Project") to serve the Corporation's carbon fiber facility in Greenville County, South Carolina.

4. Loan Agreement and Indenture. The Issuer made the loan to the Corporation pursuant to a Loan Agreement dated as of February 1, 1982, between the Issuer and the Corporation ("Agreement"). The Issuer issued the Bonds under an Indenture dated as of February 1, 1982 between the Issuer and the Trustee ("Indenture"). The Agreement and the Indenture contain a more complete statement of the rights of the Issuer, the Trustee, the Corporation and the Bondholders. Copies of the Agreement and Indenture may be inspected at the offices of the Trustee or the Issuer. Copies may be obtained from the Trustee upon written request to the Trustee and payment of reproduction and mailing costs.

5. Source for Payment of Bonds. The Bonds and coupons are not general obligations of the Issuer but are limited obligations thereof. The principal of, premium, if any, and interest on the Bonds are payable solely from the payments to be made by the Corporation pursuant to the Agreement, and from any other funds held in trust pursuant to the Indenture, except funds held in the Construction Fund (as defined in the Indenture), and are not otherwise an obligation of the Issuer. The loan to the Corporation is not secured by any lien or mortgage on the Project or on any other property of the Issuer or the Corporation.

The Bonds and coupons and any other agreements contained in the Indenture shall never constitute an indebtedness of the Issuer or the State of South Carolina within the meaning of any constitutional provision or statutory limitation and shall never constitute or give rise to a pecuniary liability of the Issuer or the State of South Carolina. Neither the Issuer nor the State of South Carolina, nor any other political subdivision of the State of South Carolina, shall be obligated to pay the principal of the Bonds or the interest thereon or other costs incident thereto except from the amounts pledged therefor. Neither the faith and credit nor the taxing power of the Issuer, the State of South Carolina, nor any political subdivision of the State of South Carolina, is pledged to the payment of the principal of the Bonds or the interest thereon or other costs incident thereto.

6. Bondholder List. The Trustee will keep a list of the names and addresses of the holders of Bonds payable to bearer who make a written request to be included or retained

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