

which shall be fifty-four hundredths (the "Adjusted Tax Exempt Rate"). The Adjusted Tax Exempt Rate shall be rounded to the nearest one-tenth of one percent. In no event shall the Adjusted Tax Exempt Rate (i) exceed the Taxable Rate, or (ii) be applicable with respect to any holder hereof not subject to corporate income tax.

This note is duly authorized and issued by the Issuer and designated as "Greenville County, South Carolina, Industrial Development Revenue Note (RKK Development Company, Inc. Project) 1983" issued in the principal amount of \$500,000 under and pursuant to the Constitution and Laws of the State of South Carolina, particularly Chapter 29 of Title 4 of the Code of Laws of South Carolina, 1976, as amended (the "Act") and under and secured by an Indenture dated as of May 1, 1982 by and between the Issuer and the Lender, as amended by the First Amending Indenture dated as of July 1, 1982 by and between the Issuer and the Lender and the Second Amending Indenture dated as of July 1, 1983 by and between the Issuer and the Lender (hereinafter the "Indenture", as amended, shall be referred to as the "Indenture"). This note is being issued to defray the costs of acquiring certain additional improvements, machinery and equipment to be used for the purpose of manufacturing embroidered fabrics and related textile products (the "Project"). The Project will be made available to RKK Development Company, Inc., a South Carolina corporation (the "Corporation"), pursuant to the terms of a Financing Agreement dated as of May 1, 1982 by and between the Issuer and the Corporation, as amended by the First Amending Financing Agreement dated as of July 1, 1982 by and between the Issuer and the Corporation and the Second Amending Financing Agreement dated as of July 1, 1983, by and between the Issuer and the Corporation (hereinafter the Financing Agreement, as amended shall be referred to as the "Agreement"). The Corporation will make the Project available to David Krieger & Sons, Inc., a South Carolina corporation (the "Lessee"), formerly known as Imperial Contracting of South Carolina, Inc., to manufacture embroidered fabrics and related textile products.

Pursuant to the terms of the Agreement, the Corporation has obligated itself to make payments to or for the account of the Issuer sufficient to pay as and when the same becomes due, the principal and interest on this note and has granted the Issuer a mortgage and security interest in the Project to secure such obligation. Pursuant to the Indenture, the Issuer has assigned and pledged its rights to receive payments under the Agreement (except for certain rights of indemnification and reimbursement of expenses) to the Lender to secure payment of this note. As further

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