

any portion of the monthly payments then due and owing and the Agent shall disburse such advance as otherwise provided herein. All amounts advanced in accordance with this paragraph shall be considered a demand obligation of the Mortgagee to the party advancing said funds bearing interest at the rate of eighteen (18%) percent per annum until paid in full; provided, however, that said obligations shall be satisfied only by recourse to the assets of the Mortgagor and no partner of the Mortgagor, whether general or limited, shall have any personal liability with respect to said advance. In the event of resort to the assets of the Partnership, the advancing party shall be entitled to collect attorneys fees and all reasonable costs of collection in addition to the interest and the full amount of all such advance or advances.

3. All amounts received with respect to the \$1,610,000 Note and the \$400,000 Note shall be applied in the following order of priority promptly upon receipt: *

First, \$14,861.67 shall be remitted to Jefferson Standard Life Insurance Company, c/o Mortgage Loan Department, Post Office Box 20407, Greensboro, North Carolina, 27420, Attn: Mr. Beason ;

Second, \$3,308.00 shall be remitted to Church Street Properties Limited Partnership, c/o U. S. Shelter Corporation, Post Office Box 6725, Greenville, South Carolina, 29606, Attn: Tony Halligan;

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*Addresses for payment may be charged by any party upon prior written notice to the Agent and all other parties listed in Schedule C. All amounts will be subject to final verification.

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