

taxes and public assessments and after payment, or provision for payment, of all sums already accrued, or to accrue, during such fiscal year under the bonds issued hereunder and as specified in the terms of this Indenture;

(v) The Company, its subsidiaries and Belrug Mills, Inc. (which is owned by the stockholders of the Company) will maintain at all times, so long as any of the bonds issued hereunder remain outstanding and unpaid, an aggregate net working capital not less than three hundred (300%) per cent of the aggregate amount of the bonds at the time outstanding and unpaid, and in no event less than Five Hundred Thousand (\$500,000.00) Dollars.

(w) The Company will not itself, and will not permit its subsidiaries to, pay any unreasonable and excessive salaries, bonuses, or other compensation, to any officer or officers of the Company, or to any officer or officers of any of its subsidiaries;

(x) The Company will not itself, and will not permit its subsidiaries to, make any loans or advances to any officer or employee of the Company, or to any officer or employee of its subsidiaries, or to any other person or persons, except in the normal course of the business.

ARTICLE VI

WAIVERS

Any of the acts which the Company or its subsidiaries are prohibited from doing or are required to do by any of the provisions of Article V hereof may, notwithstanding the provisions of Article V hereof, or any other provision of this Trust Indenture, be done, or not be done, without constituting a default hereunder, if the holders of not less than three-fourths of the aggregate principal amount of the bonds at the time outstanding and unpaid, consent thereto in writing or waive compliance with any such provision or provisions in writing.