STATE OF SOUTH CAROLINA
COUNTY OF GREENVILLE

REAL ESTATE MORTGAGE

TO ALL WHOM THESE PRESENTS MAY CONCERN, THE MORTGAGOR AND MORTGAGEE HEREINAFTER NAMED SEND GREETINGS:

WHEREAS, the said WOODSIDE MILLS, INC., hereinafter sometimes also called Mortgagor, in and by its certain Note or obligation bearing even date herewith, hereinafter also sometimes called the Note, stands indebted, firmly held and bound unto CITIZENS AND SOUTHERN NATIONAL BANK OF SOUTH CAROLINA, hereinafter called Mortgagee or Bank, in the full and just principal sum of FIVE MILLION TWO HUNDRED FIFTY THOUSAND DOLLARS (\$5,250,000), due June 4, 1985, with interest thereon payable at maturity at the prime rate of interest of Mortgagee as that rate varies from time to time plus 1% per annum, hereinafter sometimes also called the Note Rate,

(Said Note provides that default in payment of either principal or interest shall render the whole debt due at the option of the Mortgagee or holder hereof. Forbearance to exercise this right with respect to any failure or breach of the maker shall not constitute a waiver of the right as to any subsequent failure or breach. Both principal and interest are payable in lawful money of the United States of America, at the office of the Mortgagee in Greenville, South Carolina, or at such other place as the holder hereof may from time to time designate in writing.)

NOW, KNOW ALL MEN, that the said Mortgagor in consideration of the said debt and sum of money aforesaid, and for the better securing the payment thereof to the said Mortgagee according to the terms of the Note; and also in consideration of the further sum of THREE DOLLARS, to the said Mortgagor in hand well and truly paid by the said Mortgagee at and before the sealing and delivery of these presents, the receipt whereof is hereby acknowledged, has granted, bargained, sold and released and by these presents DOES GRANT, bargain, sell and release unto the said Mortgagee the real estate described on the attached Exhibit "A", hereinafter also sometimes called the Premises.

TOGETHER with all and singular the rights, members, hereditaments and appurtenances to the said Premises belonging, or in anywise incident or appertaining.

TO HAVE AND TO HOLD, all and singular the said Premises unto the said Mortgagee, its successors and assigns forever. And Mortgagor does hereby bind its successors and assigns, to warrant and forever defend all and singular the said Premises unto the said Mortgagee, its successors and assigns from and against the Mortgagor and its successors and assigns and all others whomsoever lawfully claiming or to claim the same or any part thereof and the

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