

shall take effect and thereafter all liabilities of BANNER MUTUAL shall be assumed by, and be the liabilities of CAROLINA GENERAL, and such deposit of BANNER MUTUAL shall be released to CAROLINA GENERAL, and the charter with its commencement of BANNER MUTUAL shall be relinquished to the Insurance Commissioner of the State of South Carolina upon the release of said deposits to CAROLINA GENERAL.

ARTICLE VI

It is further agreed and understood that CAROLINA GENERAL does not assume any liability of any character or description whatsoever to BANNER MUTUAL or its policy holders on account of its capital stock, and BANNER MUTUAL hereby covenants and agrees that there shall be no liability other than as provided herein of any character or description whatsoever on the part of CAROLINA GENERAL to BANNER MUTUAL or its policy holders.

ARTICLE VII

BANNER MUTUAL and CAROLINA GENERAL hereby covenant and agree that each will do any and all things that may be necessary, convenient or advisable to fully consummate and carry out the terms and provisions of this contract.

ARTICLE VIII

This contract shall not be effective until the following acts have taken place:

(1) This contract shall be approved and its execution authorized by the Board of Directors of CAROLINA GENERAL at a meeting duly and legally called as provided by the By-Laws of CAROLINA GENERAL for the purpose of acting thereon;

(2) This contract shall be signed by the respective officers of BANNER MUTUAL AND CAROLINA GENERAL;

(3) This contract shall be approved by the Commissioner of

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