

WITNESSETH

(d) Any balance of such Net Proceeds remaining after payment of all the costs of such repair, rebuilding or restoration shall be applied against the principal payments on the Note in inverse order of their maturity. If the Note has been fully paid all Net Proceeds will be paid to the Lessee.

SECTION 7.2. Condemnation. In the event that title to, or the temporary use of, the Project or any part thereof shall be taken under the exercise of the power of eminent domain by any governmental body or by any person, firm or corporation acting under governmental authority, the Lessee shall be obligated to continue to make the rental payments specified in Section 5.3 hereof. The County, the Lessee and the Mortgagee shall cause the Net Proceeds received by them or any of them from any award made in such eminent domain proceedings, to be paid to and held by the Lessee, to be applied in one or more of the following ways as shall be determined by the Lessee:

(a) To the restoration by the Lessee of the Project to substantially the same condition thereof as existed prior to the exercise of the said power of eminent domain.

(b) To the acquisition, by construction or otherwise, in the name of the County of improvements consisting of a building or buildings, facilities, machinery, equipment or other properties suitable for the Lessee's operations at the Project (which improvements

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