

adequate security for payment of all amounts payable under the Bond; and

WHEREAS, the County has agreed to loan to Modern Storage Co., Inc., a South Carolina corporation (the "Company"), the proceeds from the issuance and sale of the Bond upon receipt by the County of the Company's \$2,500,000 Note committing it to pay all amounts payable under the Bond and also upon receipt by the County from the Company of adequate security for payment of these amounts;

NOW, THEREFORE, KNOW ALL MEN, that in consideration of \$1.00 in hand paid before the execution and delivery of these presents and in consideration of the purchase by the Bank of the Bond and for the better securing of the payment of all amounts payable in accordance with the terms of the Bond and for the better securing of the payment of any other amounts herein specified, the County and the Bank agree as follows:

SECTION 1. SECURITY INTEREST.

The County does hereby convey, warrant, mortgage, pledge, assign and grant to the Bank, its successors and assigns, and the Bank does hereby accept, a first security interest in all and singular of the County's right, title and interest in, to or arising under the following:

(a) Note dated on or about February 19, 1981 in the principal amount of \$2,500,000 made by the Company and naming the County as payee, substantially in the form attached as Exhibit A (the "Company Note"); and