purposes, chargeable to the Project's capital account or would be so chargeable either with a proper election by the Corporation (for example, under Section 266 of the Code) or but for a proper election by the Corporation to deduct such amounts.

(g) Construction, acquisition or reconstruction (within the meaning of the Code) of the Project was not commenced prior to the adoption of the resolution of the Issuer on April 15, 1980, with respect to the Project.

(h) The Project will be located entirely within Greenville County, South Carolina.

ARTICLE III

CONSTRUCTION OF THE PROJECT; ISSUANCE OF THE BONDS

SECTION 3.1. Construction and Maintenance of the Project. The Corporation will acquire, construct and improve the Project with all reasonable dispatch in accordance with the Plans and Specifications. The Corporation will pay the costs of maintaining, repairing and insuring the Project and the Issuer shall have no responsibility therefor.

SECTION 3.2. Revision of Project Description. The Corporation may revise the description of the Project in Exhibit A hereto from time to time. However, no material revision to such description shall be made unless the Corporation shall have delivered to the Trustee an Opinion of Tax Counsel to the effect that such revision or change will not adversely affect the Federal Income Tax Exemption of interest on the Bonds.

SECTION 3.3. Agreement to Issue Designated Bonds. The Issuer will issue, sell and deliver to the purchasers thereof its Designated Bonds and deposit the proceeds thereof with the Trustee as follows:

(a) in the Bond Fund, a sum equal to the accrued interest, if any, paid by the purchasers of the Designated Bonds; and

(b) in the Construction Fund, the balance of such proceeds.

SECTION 3.4. Additional Bonds. Upon request of the Corporation, the Issuer shall to the extent permitted by applicable law use its best efforts to authorize, issue and

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