

The security interest granted in the Mortgage and Security Agreement to which this Schedule is attached is subject and subordinate to the following security interests:

- 1) A security interest granted to the Small Business Administration (filed and recorded December 30, 1977 as #77-11939 and continued November 23, 1982 as #82-04892) covering the Painting System located at 500 Furman Hall Road, Greenville, South Carolina, consisting of the following:

Paint Line Conveyor (Approximately 550 feet of Link Belt Company #458 Drop Forged H.T. Rivetless Chain with 4 inch carrier trolley assembly complete with approximately (150) Link Belt Company #86-M two wheel trollies and (3) drives with motors)

Spray Booth Filter Bank Assembly (two Filter Bank Frames (10 ft. x 20 ft.) manufactured by Gower Mfg. Company with four 3 HP Dayton Model #736633C explosion proof motor and fan units rated at 16,000 CFM each also four Appleton Model #ARS 240118 explosion proof lights)

Paint Line Heaters (six Grayco Model #206580); and covering the Painting System located at Greer Drive, Mauldin, South Carolina, consisting of the following:

Steam Generator (1,400,000 BTU Mulsbary #175234/KS)

Three Stage Washer Hood (includes exhaust duct, 1350 CFM Dayton 18" Exhaust Fan with 3/4 HP Dayton Motor also three Worthington 120 GPM Pumps with motors)

Gas Fired Dry-Off Unit (includes controls, two fans with motors and 80 ft. of 10 ft. x 12 ft. Curtain Screen)

Wet Booth-Water Scrubber Unit (includes exhaust duct, exhaust fan and 3 HP motor, and pump with 5 HP motor)

Dry Booth Filter Bank (10 ft. x 14 ft includes exhaust duct, 16,000 CFM exhaust fan and 3 HP motor)

Electric Paint Drying Bank (approximately 30 ft. long with (256) 375 watt lamps)