

If a partner has no credit balance in his income account, losses shall be charged to his capital account.

(b) The limited partners shall at no time become liable for any obligations or losses of the partnership beyond the amounts of their respective capital contributions.

(c) The limited partners shall each bear a share of the losses of the partnership equal to the share of profits to which such limited partner is entitled. The share of losses of each limited partner shall be charged against such limited partner's capital account. In the case the capital account of any limited partner has a deficit balance resulting from the allocation of losses, that deficit shall be recovered from any profits subsequently allocated to such limited partner.

8. Profit and Loss Sharing of the General Partner

(a) After provision has been made for the shares of profits of the limited partners as hereinabove provided, all remaining profits of the partnership business shall be allocated to the general partner. Such profits, if any, will represent the entire compensation of the general partner by the partnership.

(b) After giving effect to the share of losses chargeable to the capital accounts of the limited partners, the remaining partnership losses shall be borne by the general partner.

9. Salaries and Drawings. No partner shall receive any salary for services rendered to the partnership. Each partner may, from time to time, withdraw the credit balance in his income account. No additional share of profits shall inure to either partner by reason of his capital or income account being in excess of the capital or income account of the other.

10. Interest. No interest shall be paid on the initial contributions to the capital of the partnership or on any subsequent contributions of capital.

(Continued on next page)

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