

WHEREAS, the Mortgagor is authorized and empowered to issue bond anticipation notes in anticipation of the issuance of revenue bonds pursuant to the Bond Statute and Chapter 17, Title 11, Volume 4, Code of Laws of South Carolina 1976, as amended and continued by Act No. 125 of the Acts and Joint Resolutions of the General Assembly of the State of South Carolina, Regular Session of 1977 (the Bond Anticipation Statute); and

WHEREAS, the Mortgagor heretofore issued its \$3,000,000 Greenville County, South Carolina, Industrial Revenue Bond Anticipation Note, Series 1979 (Allied Products Corporation - Lessee), maturing November 15, 1980 (the Bond Anticipation Note of 1979), secured by its Mortgage, dated as of November 1, 1979, from the County to American National Bank and Trust Company of Chicago, Chicago, Illinois (the Mortgagee), recorded in the Office of the Register of Mesne Conveyances for Greenville County, South Carolina, in Book 1488, at Page 741 (the Mortgage of 1979), to finance the acquisition of a tract of land, with the buildings and improvements thereon, and the expansion, improvement, construction, and equipping thereof (the said land and buildings, as so expanded, improved, constructed, and equipped, being hereinafter referred to as the Project), for lease to Allied Products Corporation, a corporation organized and existing under the Laws of the State of Delaware (the Lessee), under the terms of a Lease Agreement between the Mortgagor and the Lessee, dated as of November 1, 1979, and recorded in the Office of the Clerk of Court for Greenville County, South Carolina, in Volume 1115, at Page 877 (the Lease Agreement), in anticipation of the issuance of \$3,500,000 Greenville County, South Carolina, Industrial Revenue Bonds (Allied Products Corporation - Lessee) (the Bonds); and