

County and/or the Bank and payment of all taxes, assessments or liens superior to the lien of these presents, except any taxes, assessments or other superior lien subject to which said sale may have been made;

(b) Second, to the payment to the County of the amount then owing or unpaid on the 1981 Hospital Note and the 1982 Hospital Note for principal and interest; and in case such proceeds shall be insufficient to pay in full the whole amount so due and owing or unpaid upon the 1981 Hospital Note and the 1982 Hospital Note, with application to be made (according to the respective face amounts of such Notes), first to unpaid interest thereon, and next to unpaid principal thereof; such application to be made upon presentation of the 1981 Hospital Note and the 1982 Hospital Note and upon the notation thereon of the payment, if partially paid, or the surrender and cancellation thereof, if fully paid; and

(c) Third, to the payment of the amount, if any, then owing to the County and/or the Bank and unpaid under the Loan Agreement or this Mortgage; and

(d) Fourth, to the payment of the surplus, if any, to the Hospital or to whomsoever may be lawfully entitled to receive the same.

No delay or omission of the County to exercise any right or power arising from any default on the part of the Hospital shall exhaust or impair or constitute a waiver of any such right or power or prevent its exercise during the continuance of such