THIS INSTRUMENT, DRAFTED BY MAIL TO BOTH BO NORTH CAROLINA, FORSYTH THIS INDENTURE, made and entered into this the 8th day of January ..., 19...8.0..., by and between E & A CONSTRUCTION CO., INC. Forsyth County North Carolina State of... part, hereinafter called the Grantor(s), and Samuel M. Booth Trustee, of Forsyth County State of North Carolina, party of the second part, hereinafter called the Trustee, and The United Citizens Bank, a banking corporation organized and existing under the laws of the State of North Carolina, party of the third part, hereinafter called the Bank; WITNESSETH, THAT WHEREAS, the Bank has agreed to lend to the Grantors and has carmarked for the benefit of the Grantors, the sum FIFTY THOUSAND AND NO/100 of FIFTY THOUSAND AND NO/100

be advanced from time to time in installments as justified by progress of construction, for the purpose of constructing a building or buildings and other improvements (hereinafter referred to as Improvements) in accordance with the plans and specifications approved, or to be approved, by the Bank, on the premises hereinbelow described, the total amount of said loan being evidenced by the note of the Grantors of even date herewith, payable on demand, or in any event not later than <u>One year from date hereof</u>, with interest payable as and at the rate specified in the note: AND WHEREAS, the Grantors agree to accept any and all installments advanced by the Bank up to the full amount stated in said note, and the Grantors desire to secure the payment of said note with interest and any renewals or extension thereof, in whole or in part, by a conveyance of the property hereinafter described;

NOW, THEREFORE, in consideration of the premises and for the purposes aforesaid, and in further consideration of the sum of One Dollar (\$1) paid to the Grantors by the Trustee, receipt of which is hereby acknowledged, the Grantors have given, granted, bargained, and sold, and by these presents do give, grant, bargain, sell, and convey unto the said Trustee, his heirs, successors, and assigns, the following described Forsyth _Township, County of_ BEING KNOWN AND DESIGNATED as Lot Number 266, as shown on the Plat of Clemmons West Section 8A, as recorded in Plat Book 27, page 115, in the Office of the Register of Deeds of Forsyth County, North Carolina, reference to which is hereby made for a more particular description.

TO HAVE AND TO HOLD, the said land and premises, including all houses, buildings, improvements, and fixtures thereon, with all the rights, privileges, and appurtenances thereunto belonging or appertaining to the Trustee, his heirs, successors and assigns, upon the trusts and for the uses and purposes hereinafter set out;

privileges, and appurtenances thereunto belonging or appertaining to the Trustee, his heirs, successors and assigns, upon the trusts and for the uses and purposes hereinafter set out;

THIS CONVEYANCE IS MADE UPON THIS SPECIAL TRUST, that if the Grantors shall pay the note secured hereby in accdrdance with its terms, together with interest thereon, and any renewals or extensions thereof in whole or in part, and shall comply with all the covenants, terms and conditions of this deed of trust, then this conveyance shall be null and void and may be cancelled of record at the request and at the cost of the Grantors. If, however, there shall be any defaut in any of the terms or conditions of the note secured hereby; or of the terms, conditions or covenants contained in this deed of trust, or in the event of actual or threatened demolition or injury or waste to the prenises which the Grantors, or either of them, then and in any of such events, the note shall, at the option of the Bank, become at once due and payable, regardless of the maturity date thereon, and on the application of the Bank it shall be lawful for and the duty of the Trustee, and he is hereby authorized and empowered to expose to sale and to sell the hereinbefore described premises and personal property, if any, at public sale for cash, after having first published notice of such sale, containing the information required by law, at least once a week for four consecutive weeks preceding such sale in a newspaper published in the county aforesaid, the last publication not more than seven days preceding the date of sale are upon such sale, the Trustee shall convey title to the purchaser in fee simple. After retaining five per cent (5%) of the proceeds of such sale as compensation to the Trustee and after retaining all expenses incurred by him, including reasonable attorney's fees for legal services actually performed, the Trustee shall apply the residue of the proceeds, first to the payment of all sums expended by the Bank under the terms of this deed of

The Grantors covenant and agree that they will begin such construction not later than....

In the event of any default in any of the covenants or agreements contained in the paragraph next above, the Bank may, at its option, defer application by it to the Trustee to sell the premises and may take possession of the premises and all materials, tools, machinery and other equipment on the premises, or in possession of the Grantors, or being used in connection with the construction of the Improvements and, in the name of and for the account of the Grantors, may complete said Improvements, in accordance with the plans and specifications approved by the Bank, or in accordance with such change or changes in such plans and specifications as may be considered necessary or desirable by the Bank. For such purposes, the Bank may use any funds of the Grantors at any time in the hands of the Bank by deposit or otherwise, and any money advanced by the Bank for such purposes shall be payable upon demand, shall bear interest at the maximum legal rate per annum, and their payment shall be secured by this Deed of Trust. The Bank, however, shall be under no obligation to complete any of the Improvements but its action in this respect shall be wholly at its option.

The Grantors covenant and agree that they will pay when due all taxes, assessments, levies, and charges upon or against the property berein described, and will keep the improvements and the buildings now or hereafter on said premises insured against loss and damage by fire, turnado and windstorm, and against such other hazards as the Bank may require, including business interruption, in amounts satisfactory to the Bank, plus amounts sufficient to prevent any co-insurance liability of the owner of the property or the Bank, for the benefit of the Bank, loss, if any, to be make payable in the policy or policies of insurance to the Bank as its interest may appear, the loss payable clauses to be in such form as the Bank may require. All insurance shall be of such types as the Bank may, from time to time, require and the policies of my renewals thereof shall, when issued, be immediately delivered to day insurance, or any part thereof, may be applied by the Bank, at its option, either to the reduct to the restoration or repair of the property damaged.

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The Bank may, at its option, pay any insurance premiums, taxes, assessments, levies, or charges against the premises. In case such insurance premiums, taxes or other assessments, levies or charges shall be at any time paid by the Bank, the amounts so expended shall immediately become debts due by the Grantors, shall bear interest at the maximum legal rate per annum, and their payment shall be secured by this deed of

come debts due by the Grantors, shall bear interest at the maximum legal rate per annum, and their payment shall be secured by this deed of trust.

The Bank shall have the right, after default, in any of the terms, covenants, or agreements herein contained, or contained in the aforesaid note, to the appointment of a receiver to collect the rents and profits from the premises hereinafter described without consideration of the value of the premises or the solvency of any person liable for the payment of the amounts then owing, and all amounts collected by the receiver shall, after expenses of the receiver, shall have the right to do the same.

In case the Bank or the Trustee voluntarily or otherwise shall become a party to any suit or legal proceeding to protect the property herein conveyed or to protect the lien of this deed of trust, the Trustee and the Bank shall be saved harmless and shall be reimbursed by the Grantors for any amounts paid, including all reasonable costs, charges, and attorney's fees incurred in any such suit or proceeding, and the same shall be secured by this deed of trust and its payment enforced as if it were a part of the original debt.

The Bank shall at any time have the right to remove the Trustee herein named and to appoint his successor by an instrument in writing duly acknowledged, in such form as to entitle such written instrument in this State, and in the event of the death or resignation of the Trustee herein named, the Bank shall have the right to appoint his successor by such written instrument, and any Trustee so appointed shall be vested with the title to the property hereinbefore described, and shall possess all the powers, duties, and obligations herein conferred on the Trustee in the same manner and to the same extent as though he were named herein as Trustee.

And the Grantors covenant with the Trustee that they are seized of said land and premises in fee and have the right to convey the same in fee simple; that the same amener and to the same extent as though he were na

E & A CONSTRUCTION CO., INC. IN TESTIMONY WHEREOF, the said ... these presents to be signed by itshereto the year and date first above written.President, attested by its ______Secretary and has caused its Common Scal to be affixed Individual Borrower: (SEAL) A CONSTRUCTION CO., INC. [Corporate Seal] NORTH CAROLINA, COUNTY OF. .. a Notary Public of___ do hereby certify that ______each personally appeared before me this day and acknowledged the due execution of the foregoing instrument. Witness my hand and notarial seal, this......day of...... My commission expires: Notary Public NORTH CAROLINA, COUNTY OF FORSYTH Janet H. Turner , Notary Public of Forsyth Linda L. Hemrickpersonally came before me this day and acknowledged that he is Secretary of E & A CONSTRUCTION CO., INC. and that by anthority duly given and as the act of the corporation, the foregoing instrument was signed in its name by its... President, sealed with its corporate seal, and attested by himself as its...... .Secretary. With the hand and cotarial seal, this 11th day of January My Commission expires: May 22, 1984 Notary Public NORTH CAROLINA, County of Forsyth Joseph The foregoing certificate(s) of ______ 19 8 6 is (and) certified to be correct. This the adam day of Eunice Ayers, Register of Deeds Register of Deeds Daney VO Probate fee 50¢ paid. INITED CITIZENS BANK ы SAMUEL M. BOOTH CONSTRUCTION CO., ENTED FOR TRUSTEE FOR SERATION ED ORDED ö 注1¥PH '80

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