

Deed of Trust

Drawn By: Robert W. Porter
Mail To: Wachovia Bank; PO Box 2704; Winston-Salem, NC 27102-2704

FORSYTH CO, NC 159 FEE: \$ 16.00
PRESENTED & RECORDED: 07/17/1997 4:15PM
DICKIE C. WOOD REGISTER OF DEEDS BY: WILLIA

State of North Carolina, County of Forsyth

THIS DEED OF TRUST, made this 14th day of July, 1997 by and between
Nicholas C. Yacabucci and Vivian C. Yacabucci

, hereinafter called the Grantors, and New Salem, Inc.
Trustee, of Forsyth County, North Carolina, and Wachovia Bank, N. A, a national banking association
with its principal office at 100 North Main Street, Winston-Salem, NC 27150

, hereafter called the Beneficiary;

WITNESSETH, THAT WHEREAS, the Beneficiary is obligated to lend to the Grantors the sum of
ONE HUNDRED THOUSAND DOLLARS AND 00 CENTS (\$100,000.00), that being
the maximum principal amount of present and future obligations secured by this deed of trust and to be incurred from time to time by
periodic advances; all of such future obligations to be incurred on or before ten (10) years from the date of this Agreement.

AND, WHEREAS, the Grantors are thereby indebted to the Beneficiary in the principal sum of
ONE HUNDRED THOUSAND DOLLARS AND 00 CENTS (\$100,000.00), as
evidenced by that certain Line of Credit Account Agreement ("Agreement") of even date herewith (reference to which is hereby made) the
payment of which the Grantor's desire to secure by execution of the deed of trust together with all interest which may accrue on the
indebtedness and any renewals, modifications or extensions thereof, in whole or in part, and the additional payments hereinafter agreed to be
made.

NOW, THEREFORE, in consideration of the premises, and in further consideration of one dollar to each in hand paid, the receipt
whereof is hereby acknowledged, the Grantors have granted, bargained and sold and by these presents do grant, bargain, sell and convey
unto the Trustee, his successors, or assigns, that certain piece, parcel, lot or tract of land lying in Forsyth County and
more particularly described as follows:

Being all of Lot(s) 27, Section 2, Bent Tree Farm Subdivision, recorded in Map
Book(s) 34, Page(s) 116, Forsyth County, North Carolina.

TO HAVE AND TO HOLD, the said premises, together with all the privileges and appurtenances thereto belonging, incident or
appertaining thereto, unto the Trustee, his successors and assigns, in trust for the uses and purposes hereinafter limited, described and
declared. And the Grantors covenant with the Trustee that they are seized of said premises in fee and have the right to convey the same in
fee simple; that the same are free from all encumbrances, and that they will warrant and defend the title to the same against the claims of any
and all persons whomsoever.

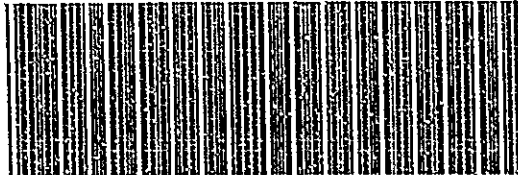
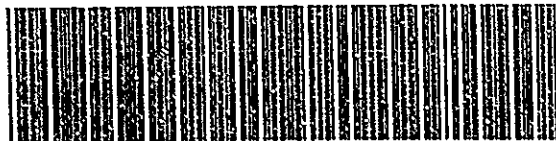
PROVIDED, nevertheless, and on this EXPRESS CONDITION, that if the Grantors shall fail or neglect to pay the interest on the
Agreement as the said interest becomes due and payable, or if they shall fail or neglect to pay the principal and interest due on the
Agreement at the maturity thereof, or if any part of the Agreement shall remain due and unpaid, or if Grantor shall fail to comply with the
terms and conditions of this Deed of Trust or the terms and conditions of any other document which may from time to time evidence or
secure the indebtedness, then it shall be the duty of the Trustee, his successors or assigns, at the request of the Beneficiary, or its assigns, to
sell the said land at public auction to the highest bidder for cash, after having first complied with all applicable requirements of North
Carolina law with respect to the exercise of powers of sale contained in deeds of trust and upon such sale, the Trustee shall convey title to
the purchaser in fee simple. After retaining from the proceeds of sale just compensation for his services and 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 beneficiary under the terms of this deed of trust; second, to the payment of the Agreement and interest
thereon secured hereby; and the balance, if any, shall be paid to the Grantors. The Grantors agree that in the event of a sale hereunder, the
Beneficiary shall have the right to bid thereat. The Trustee may require the successful bidder at any sale to deposit immediately with the
Trustee cash or certified check in an amount not to exceed five percent (5%) of the bid, provided notice of such requirement is contained in
the advertisement of sale. It is stipulated and agreed that in case the Grantors shall pay off the principal of and interest on the Agreement as
and when the same shall become due and payable and shall discharge fully the trusts herein declared before such sale then the hereinabove
described premises shall be reconveyed to the Grantors or the title hereto shall be revested according to the provisions of law.

Grantors covenant and agree that Grantor will:

1. Pay the indebtedness and the interest and all other amounts becoming due from time to time in connection therewith as provided
in the Agreement.
2. Keep all taxes including assessments or other levels made by any governmental or quasi-governmental entity having jurisdiction
over the property which may be assessed against said premises promptly paid off.
3. Keep the building on the premises insured in the amount required by the Beneficiary against loss or damage by fire, hazards
normally covered by "extended coverage" hazard insurance policies, and other hazards for which the Beneficiary requires
coverage, at any time, including flood hazards, earthquake hazards and environmental hazards, for the benefit of the Beneficiary,
loss, if any, to be made payable in the policy or policies of insurance to the Beneficiary, as its interest may appear. In the event the
said taxes or the premiums for said insurance should at any time be paid by the Beneficiary, or assigns, then any amounts so
expended shall become debts due, shall bear interest at the rate specified in the Agreement, and their payment will be secured by
this Deed of Trust.
4. Comply with all laws, rules and regulations pertaining to the property, now or hereafter enacted by any federal, state or local
governmental agency.

BK1956 P 453 - P 455

BK1956 P0453



5. Maintain the premises in good order and repair and not commit or permit any waste thereof. The Beneficiary shall have the right to inspect the premises at all reasonable times and the right of access thereto for such purpose is hereby granted to the Beneficiary or its agents. The Grantors warrant that the property has not been used, and will not be used, for illegal purposes, and that the property has not been purchased with proceeds from illegal activity.

If the premises or any part thereof shall be taken by condemnation or settlement in lieu thereof, Beneficiary shall have the option of declaring the unpaid balances of the Agreement immediately due and payable. Any awards paid as a result of condemnation or compromise in lieu thereof are hereby assigned to the Beneficiary.

If the premises shall be transferred, assigned, conveyed or otherwise encumbered or if liens are filed against the property and not removed within 15 days after any such filing during the term of this Deed of Trust without first obtaining the written consent of the Beneficiary, the unpaid principal of and accrued interest on the Agreement secured by this Deed of Trust shall, at the option of the Beneficiary, immediately become due and payable.

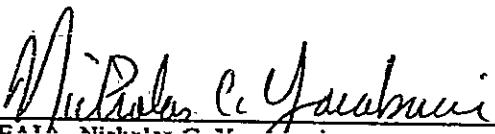
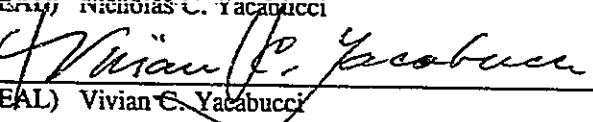
No delay of forbearance by the Beneficiary in exercising any or all of its rights hereunder or rights otherwise afforded by law shall operate as a waiver thereof or preclude the exercise thereof, during the continuance if any default as set forth herein or in the event of any subsequent default hereunder and all such rights shall be cumulative. In the event the Beneficiary or the Trustee voluntarily or otherwise shall become party to any legal proceeding to protect the property herein conveyed or to protect the lien of this Deed of Trust the Trustee and Beneficiary shall be saved harmless and shall be reimbursed by the Grantor for any amounts paid, including reasonable attorney's fees, and any such amounts so expended shall be secured by the lien of this Deed of Trust, shall bear interest at the highest lawful rate then permitted, and shall be payable upon demand.

The irrevocable power to appoint a substitute trustee or trustees is hereby expressly granted to the Beneficiary, its successors or assigns, to be exercised at any time hereafter, without notice and without specifying any reason therefor, by filing for record in the office where this instrument is recorded an instrument of appointment. The Grantors, for themselves, their heirs, executors, administrators, successors and assigns, and the Trustee herein named, or that may be substituted hereunder, expressly waive notice of the exercise of this power, and any necessity for making oath or giving bond by any trustee, as well as any requirement for application to any court for the removal, appointment or substitution of any trustee hereunder; and the Beneficiary, its successors or assigns, may elect to appoint a substitute trustee in accordance with the laws of North Carolina.

Any Grantor who executes this Deed of Trust but does not execute the Agreement has executed this Deed of Trust only to subject whatever interest, if any, such Grantor has or may hereafter have in the Mortgaged Premises to the lien of this Deed of Trust, has no personal liability on the Agreement or under this Deed of Trust (nothing herein limits or affects such Grantor's liability to the Beneficiary under separate guaranty or any other instrument), and agrees that the Beneficiary and any other Grantor hereunder may extend, modify, forbear, or make any other accommodations with regard to the terms of this Deed of Trust or the Agreement without such Grantor's consent and without releasing such Grantor hereunder of modifying or affecting this Deed of Trust as to such Grantor's interest in the Mortgaged Premises.

This Deed of Trust secures an equity line of credit governed by the provisions of Article 9 or Chapter 45 of the North Carolina General Statutes.

IN WITNESS WHEREOF, the Grantors have hereunto set their hands and seals the day and year first above written.


(SEAL) Nicholas C. Yacabucci

(SEAL) Vivian C. Yacabucci

(SEAL)

(SEAL)

BK1956 P0454

State of North Carolina, Forsyth County
I, the undersigned, a Notary Public of Davidson County,
North Carolina, do certify that Nicholas C. Yacabucci and
Duran C. Yacabucci, each personally appeared before me this day and acknowledged the due execution of the
foregoing Deed of Trust.

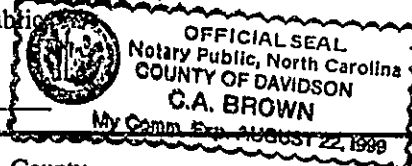
Witness my hand and official seal, this 14 day of July, 19 97.

C. Brown

Notary Public

(N.P. SEAL)

My Commission Expires: _____



State of North Carolina, _____ County
I, _____, a Notary Public of _____ County,
North Carolina, do certify that _____ and
_____, each personally appeared before me this day and acknowledged the due execution of the
foregoing Deed of Trust.

Witness my hand and official seal, this _____ day of _____, 19 _____.

Notary Public

(N.P. SEAL)

My Commission Expires: _____

State of North Carolina
County of FORSYTH The foregoing certificate of C.A. Brown, a
Notary Public of _____ County, North Carolina is certified to be correct. This the 17th day of
July, 19 97.

Dickie C. Wood, Deputy

Register of Deeds

DICKIE C. WOOD, REGISTER OF DEEDS

Filed for registration on the _____ day of _____, 19 _____, at _____ o'clock,
_____, m., and recorded in the Office of the Register of Deeds, _____ County, N.C., in
Book _____, Page _____.

Register of Deeds

Drawn By _____

WACHOVIA

Equity BankLine Deed of Trust

Wachovia Bank, N. A.

BK1956 P0455