

The Trustee may be removed from its trusteeship in the way and manner now or hereafter provided by the statutes of either the State of North Carolina or the State of Delaware, or by the holder or holders of fifty (50%) per cent or more in principal amount of the Bonds then outstanding, with the concurrence of the Company, by an instrument in writing duly signed by said holder or holders after thirty (30) days' notice in writing thereof previously given to the Trustee, and thereupon the Trustee shall be forthwith removed and divested of all right, title and interest in and to the property hereby conveyed, but the Trustee shall be entitled to reasonable compensation for its services hereunder and the payment of any and all costs, expenses and advancements incurred or made by it hereunder notwithstanding.

SECTION 3 - APPOINTMENT OF SUCCESSORS

In the case of the resignation, removal, incapacity, death or inability of the Trustee to discharge the duties of the trust, it shall be lawful for the holders of a majority in principal amount of the Bonds then outstanding with the concurrence of the Company, to name and appoint a successor to the Trustee by a writing duly signed by them and delivered to such successor and to the Trustee, or such successor may be appointed in the way and manner now or hereafter provided by the statutes of either the State of North Carolina or the State of Delaware, or by a judge of the Superior Court of the State of North Carolina, or a judge of a court of general jurisdiction in Delaware upon the application of the holder or holders of not less than twenty-five (25%) per cent in principal amount of the Bonds then outstanding, provided that at the time of such application a successor to the Trustee has not been made by a majority in principal amount of the holders of the Bonds as herein provided. In the event of the appointment of a new Trustee in any of the manners provided, such Trustee shall accept the appointment by instrument in writing duly executed and acknowledged by it, which instrument shall be delivered by it to its predecessor trustee and to the Company.