

Box: Hatfield and Allman/attn wcm

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NORTH CAROLINA)
FORSYTH COUNTY)

MEMORANDUM OF LEASE

H & A COMPANY, a general partnership organized and existing under the laws of the State of North Carolina, hereinafter referred to as "LESSOR", has leased to HATFIELD AND ALLMAN, a general partnership organized and existing under the laws of the State of North Carolina, hereinafter referred to as "LESSEE", the second floor of the premises located on Cherry Street in the City of Winston-Salem, County of Forsyth, State of North Carolina, more particularly described as follows:

BEGINNING at an iron stake in the east line of Cherry Street, 88 feet northwardly from an iron stake at the north-east intersection of Cherry and Fourth Streets, said beginning corner being 62 feet southwardly from the northwest corner of Lot 147 on the Plat of Salem and Winston; running thence eastwardly and parallel to Fourth Street 161.83 feet to an iron stake in the west line of Lot 142; thence northwardly with the west line of Lots 142 and 143 and parallel to Cherry Street 44 feet to an iron stake; thence westwardly on a new line, parallel to Fourth Street 161.83 feet to an iron stake on the east side of Cherry Street 18 feet southwardly from the northwest corner of said Lot 147; thence southwardly with the east line of Cherry Street 44 feet to the BEGINNING.

In connection with the occupancy of the above-described premises, the LESSEE shall have the right to use the storage room located at the west end of the basement level of the building.

The term of the Lease shall begin upon completion of the renovations of the second floor of the building located on the above-described property and when said second floor of ready for occupancy by the LESSEE, but in no event no later than six (6) months from the date of the Lease. The term of the Lease shall be for ten (10) years, unless sooner terminated as provided for in the Lease, and the Lease further provides for one option to extend the term of the Lease for five (5) years.

The further provisions set forth in the Lease Agreement between the parties dated the 31st day of January, 1979, are hereby incorporated into this Memorandum of Lease.

IN WITNESS WHEREOF, the parties hereto have caused this document to be executed on this the 31st day of January, 1979.

HATFIELD AND ALLMAN

Wm C. Bryan
By

Down by

H & A COMPANY, a general partnership,

By *[Signature]* (SEAL)
General Partner

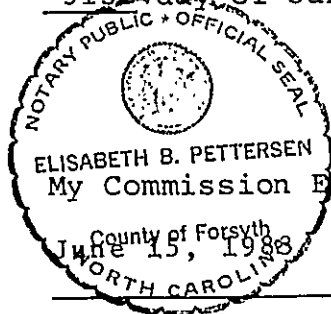
HATFIELD AND ALLMAN, a general partnership,

By William C. Myers (SEAL)
General Partner

NORTH CAROLINA)
FORSYTH COUNTY)

This day, before me, a Notary Public in and for Forsyth County, personally came R. Bradford Leggett, a general partner of H & A COMPANY, a partnership described in and which executed the above instrument, who, being by me duly sworn, did appear before me and acknowledged execution of the said instrument.

Witness my hand and official seal, this the 31st day of January, 1979.

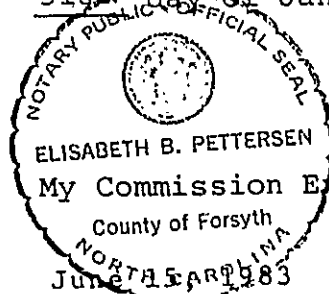


Elisabeth B. Pettersen
NOTARY PUBLIC

NORTH CAROLINA)
FORSYTH COUNTY)

This day, before me, a Notary Public in and for Forsyth County, personally came William C. Myers, a general partner of HATFIELD AND ALLMAN, a partnership described in and which executed the above instrument, who, being by me duly sworn, did appear before me and acknowledged execution of the said instrument.

Witness my hand and official seal, this the 31st day of January, 1979.



Elisabeth B. Pettersen
NOTARY PUBLIC

STATE OF NORTH CAROLINA—Forsyth County

The foregoing (or annexed) certificates of Elisabeth B. Pettersen, N.P. Forsyth Co., NC
(here give name and official title of the officer signing the certificate passed upon)

It (are) certified to be correct. This the 31 day of Jan 19 79.

Probate fee \$1.00 paid.

PRESENTED FOR
REGISTRATION
AND RECORDED

Eunice Ayers, Register of Deeds

By J. W. Link Deputy Assistant

JAN 31 11 42 AM '79

EUNICE AYERS
REGISTER OF DEEDS
FORSYTH CTY. N.C.

1262P0659

QMS \$ 4.00