

pose of exploiting and financing, manufacturing and marketing the within described, or referred to, automobile or any party thereof, and to generally carry out the purposes of this trust; and especially to dispose of the Convertible Trust Underwriting Notes to carry out the following express purposes, when and as each series of said Trust Notes may be issued and disposed of; to wit:

I- Series AA Convertible Trust Underwriting Notes shall be used as such, or the proceeds therefrom, to generally carry out expense and agreements of organization and its plans, and such other necessary or incidental preliminary purposes as may be required, and the same shall be considered issued and outstanding date of issuance of same; and,

II. Series A Convertible Trust Underwriting Notes shall be disposed of, or the proceeds in cash derived therefrom in the amount of Ten Thousand (\$10,000) Dollars, face value thereof, as a patent and legal fund, a like amount as special automobile building fund, and balance for automobile building fund or general incidental expense attached thereto; and,

III- Series B. Convertible Trust Underwriting Notes or the proceeds therefrom shall be used as a fund with which to organize, exploit and finance a corporation or organization for the West American Coast Territory, embracing the States of California, Washington, Oregon, Nevada, Arizona and northern part of Idaho, and United State Pacific Ocean possessions, including Alaska; said funds to be loaned thereto, with eight percent annual interest and repaid from a percentage of funds as acquired during financing period of said organization; said organization to be a manufacturing and marketing concern exclusively manufacturing and marketing the within described automobile or parts thereof; and,

IV- Series C. Convertible Trust Underwriting Notes issued by this Trust shall be used, or proceeds therefrom, to be loaned to a corporation or organization for a certain territory of Eastern United States, for same purposes and under identical terms as funds from series Trust Notes.

h) Said Trustee shall issue Convertible Trust Underwriting Notes in the following form and not otherwise, excepting the necessary changes as may be required in changing from one series, such as AA to A or B, or C, to another, in describing the respective series of Trust Notes, the number, denomination and amount of each issue, as well as date of each issue.

Number notes, series, denomination

( 100 " Series AA" \$100.00) (#AA 1 to 100)

CONVERTIBLE TRUST UNDERWRITING NOTES

Los Angeles, California

( November 15, 1922)

On or before three (3) years from (November 15, 1922), the Paramount Motors Project, D. L. Whitford, Trustee, of Los Angeles, California, promises and agrees to pay to----- of-----, or assigns, the sum of ( ONE HUNDRED (\$100) DOLLARS, lawful money of the United States of America, together with interest at the rate of eight (8%) per cent per annum, from date hereof, payable semi-annually .

The holder hereof has the option of holding this Convertible Trust Underwriting Series (AA) Note until date of maturity; or, of converting said Note, by surrendering the same to the Continental National Bank, of Los Angeles, California, as hereinafter set forth. at any time after one year from date hereof but not later than two years from date hereof.

Said D. L. Whitford, Trustee, is now holding an exclusive license contract, assigned to said Paramount Motors Project, D. L. Whitford, Trustee, executed by and between the said D. L. Whitford, as licensee, and M. C. Tunison, as licensor, to manufacture and market throughout the world, the Paramount Automobile, as defined and described in said license contract;