Delivery of bonds. the interest on all bonds then outstanding

And the trustee shall deliver the bonds upon being so certified as aforesaid to the treasurer of the mortgagor or to his written order.

And the trustee shall not certify upon or deliver any bonds when the mortgagor shall be in default in respect to any covenant or agreement herein contained, but the trustee may assume that the mortgagor is not in default unless it has received express notice to the contrary. And no holder of any of the said bonds bearing the certificate of the trustee as herein provided shall be bound to ascertain whether the same shall have been duly issued under the provisions hereof.

Further covenants of the mortgagor Title

9. The mortgagor further covenants with the trustee that the mortgagor is lawfully seized and possessed of the mortgaged premises in fee simple and absolute except as otherwise expressly stated in the second schedule hereto, that the said premises are free and clear of all encumbrances except as specified in the said Schedule, that the mortgagor has good right and lawful authority to sell and convey the said premises; that the mortgagor will warrant and defend except as otherwise expressly stated in the said schedule, the said premises to the trustee its successors and assigns for the benefit of the holders for the time being of the bonds against the lawful claims and demands of all persons whomsoever, and that the mortgagor has good right and lawful authority to operate and maintain its railways over the routes set out in the second schedule hereto during the periods of time therein mentioned.

Insurance

And that the mortgagor will, at all times during the continuance of this security, insure and keep insured such portion of the said premises as are of an insurable nature for such sums and in such manner as shall reasonably protect the same against loss or damage by fire for the benefit of and payable