

series shall be identical with respect to the date, date of maturity, interest rate, and terms of redemption and purchase, but may be of such denominations hereinbefore authorized as shall be directed in writing by the President or Vice-President of the Company to or upon the order of whom such bonds shall be delivered. The aggregate principal amount of bonds of any series issuable hereunder need not be fixed or determined at the time of the authorization of such series or at any other time, but bonds of any series may be issued from time to time in such amounts (subject to the above limitation) as may be authorized by the Board of Directors of the Company by resolution duly adopted; and bonds of different series may be concurrently issued and certified.

SECTION 2. \$2,500,000 in principal amount of the bonds to be hereby secured may, whenever desired by the Company, be executed by it and delivered to the Corporate Trustee for certification, and the Corporate Trustee shall thereupon certify such bonds and deliver the same to or upon the order of the President or a Vice-President of the Company. All bonds authorized and issued under this Section shall be designated and known as Series A, shall be dated the first day of January, 1922, be payable the first day of July, 1939, bear interest at the rate of seven per centum per annum, payable semi-annually and evidenced by coupons to be attached to said bonds, and be redeemable or purchasable in whole or in part at any time at par and accrued interest to date of redemption or purchase in the manner provided in Sections 5 and 6 of Article One hereof. Additional bonds of Series A. may be issued under the provisions of Sections 3 or 4 of this Article.

SECTION 3. In addition to the bonds provided to be issued under Section 2 of this Article but subject to the limitation contained in Section 2 of this Article but subject to the limitation contained in Section 1 of this Article, bonds to be hereby secured may be certified and issued from time to time hereafter as desired by the Company for the purposes and to the extent and in the manner hereafter in this Section and in Section 4 of this Article provided.

In case the Company shall after the date hereof acquire plant, equipment or other property of any kind through construction, purchase, consolidation, or otherwise, as and for a part of its permanent or fixed investment for its business, and such plant, equipment and property shall be subject to the lien of this mortgage as a first lien thereon, bonds to be secured hereby may be certified and issued to the extent in part amount of one hundred per centum of any and all cash expenditures made by the Company for any such plant, equipment or property; provided, however, that no such bonds shall be issued and certified for or on account of any expenditures (1) which may have been previously used as a basis for the certification and delivery of any bonds under the provisions of this Section, or (2) which shall have been made to restore any loss sustained to any of the Company's property through fire, or shall have been made out of any insurance money received by reason of such loss, or (3) which shall have been made out of moneys received from the sale, exchange or condemnation of any of the Company's property. In case any property shall at any time or times after the execution hereof be acquired by the Company as and for a part of its permanent or fixed investment for its business, in exchange for, or by the issue and delivery of securities, instead of by the making of cash expenditures, the fair value, at the time of its acquisition, of any property so acquired, ascertained and certified to by an engineer selected by the Company and acceptable to the Corporate Trustee, shall within the meaning of this mortgage be deemed in cash expenditure by the Company for such property, on account of which expenditure bonds may be issued under the provisions of this Section.