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semi-annually; the series A issue shall be \$30,000 consisting of one hundred and fifty (150) Convertible Trust Underwriting notes, serially numbered, from one to one hundred and fifty (150), inclusive, each note denomination to be two hundred (\$200) dollars, convertible privilege, at option of the holders, in the manner, in the time and under the conditions as hereinafter provided; and,

4) Series B. three (3) year Convertible Trust Underwriting Notes, to bear date consistent with the issuance thereof, maturity to be three (3) years after date of issuance of the series, interest to be eight (8%) per cent per annum, payable semi-annually; the issue shall be \$75,000, consisting of one hundred and fifty (150) Convertible Trust Notes, serially numbered from one to one hundred and fifty (150), inclusive, each Note denomination to be five hundred (\$500) dollars, convertible privileges at option of the holder, in the manner, in the time and under the conditions as hereinafter provided; and,

e) Series C. three (3) year Convertible Trust Underwriting Notes, to bear date consistent with the issuance thereof, maturity to be three (3) years after date of issuance of the series, interest to be eight (8%) per cent per annum, payable semi-annually; the issue shall be \$100,000, consisting of one hundred (100) Convertible Trust Notes, serially numbered from one to one hundred (100), inclusive, each note denomination to be one thousand (\$1,000) dollars convertible privilege, at option of the holder, in the manner, in the time and under the conditions as hereinafter provided.

f) A provisional condition optional on part of holder of Convertible Trust Underwriting notes.

Each and every Convertible Trust Underwriting note may be held to maturity, and Underwriting of said Notes is conditioned on a promise to pay the face value, together with stated interest, and not to convert said Notes-- conversion being a matter absolutely with the holder and at holders option,-- , or at option of holder thereof, converted, as on face of said Trust Notes set out, provided that conversion privilege cannot to exercised until one year after issuance of any said Trust Note and not later than two years from said date, on surrender of said Trust Note, or Notes, to the Continental National Bank, of Los Angeles, California-- for conversion into ONE membership of beneficial interest-- not more nor less--for each Convertible Trust Underwriting Note offered for conversion---- in the Paramount Motors Syndicate, a trust estate, to be formed in the time and in the manner as hereinafter set forth; and,

In the event any Convertible Trust Underwriting Note, or Notes, of any series, may not be converted, as herein provided, the same shall be held until maturity or until paid, together with interest provided, and presented or held for payment as hereinafter prescribed in this trust.

e) Said Trustee hereunder may provide from any funds accruing to this trust from any source a sinking fund by deposition, from time to time, in the Continental National bank, of Los Angeles, California, of said funds, equivalent to pay the first year's interest on any and all issued and outstanding Convertible Trust Notes of this trust, and the said sinking fund may be provided in sufficient time to make such interest payments on any semi-annual interest due date as in any of said Trust Notes may be prescribed.

f) Said Trustee hereunder shall issue and dispose of any or all of the convertible Trust Underwriting Notes issue by this Trust, at face value thereof, or at such discount, and for cash or its equivalent in good and sufficient value, determinable by said trustee, as said Trustee may deem prudent and necessary in the carrying out of the purposes of this trust and especially for the purpose of providing funds, or issuing Trust Notes in lieu thereof, for the purpose of building demonstration automobiles, according to herein described license, defraying organization expenses, providing a fund for patent and legal fees attendant thereto provide funds to be loaned to proposed corporations or organizations to be formed for the pur-