

time of issue all unmatured interest coupons thereunto appertaining. Any matured interest coupons appertaining to such bond shall be cancelled by the Trustee and be delivered to the Company at the time of the authentication and delivery of the Bond.

Section 11. Wherever in this Mortgage the Company is permitted or required to deposit cash hereunder with the Trustee, the Company may deposit in lieu of cash an equal face amount of obligations of the United States Government. The Company may at any time withdraw any cash on deposit hereunder with the Trustee by depositing hereunder with the Trustee in substitution therefor an equal face amount of obligations of the United States Government. Any obligations so deposited shall have attached thereto all unmatured interest coupons and shall be held by the Trustee in all respects as would be held the cash for which such obligations are so substituted. Any obligations so deposited shall be sold by the Trustee upon written request of the Company at such prices as shall be fixed by the Company and approved by the Trustee, and if the proceeds from any such sale shall be less than the face value of the obligations sold, or if the market value of any obligations so deposited hereunder shall, in the judgment of the Trustee, at any time be less than the face value thereof, in either event the Company shall deposit hereunder with the Trustee cash sufficient to make up the deficiency; but the cash deposited to make up the deficiency in the market value of any obligations may at any time thereafter be withdrawn by the Company if at the time of withdrawal the market value of such obligations shall not be less than the face value of such obligations. The Trustee shall collect from time to time all interest upon the deposited obligations as such interest matures, and so long as the Company shall not be in default hereunder all such interest shall be paid by the Trustee to the Company as and when received. The proceeds of the deposited obligations shall be paid out and applied by the Trustee in like manner and for like purposes as is provided in this Mortgage in respect of the cash in lieu of which such obligations were deposited. The deposited obligations which held by the Trustee, and the proceeds of the sale thereof, until such proceeds are so paid out and applied, shall be part of the mortgaged property.

ARTICLE IV.

Particular covenants of the Company.

The Company hereby covenants and agrees with the Trustee and with the respective holders and owners of the bonds issued hereunder:

Section 1. That it is the lawful owner of the premises and property hereinbefore by it conveyed or transferred to the Trustee; that it has good right and lawful authority to mortgage the same, as provided in and by this Mortgage; that said premises and property are free from all liens and encumbrances not hereinbefore stated; that it will warrant and defend the title thereto against all claims and demands whatsoever.

Section 2. That it will not issue, or permit to be issued, any bonds hereby secured in any manner other than in accordance with the provisions of this Mortgage and the agreements in that behalf herein contained, and will not suffer or permit any default to occur under this Mortgage, but will faithfully preserve and perform all the conditions, covenants and requirements obligatory upon it.

Section 3. That it will pay the principal and interest of all the bonds duly issued hereunder, according to the terms thereof and of this Mortgage; that so long as any of such bonds shall remain outstanding and unpaid it will not directly or indirectly extend or assent to the extension of the time for the payment of any interest coupon or claim for interest of or upon any such bond, and will not directly or indirectly be a party to an arrangement therefor, either by purchasing or refunding or in any manner keeping alive such interest coupon or claim for interest, or otherwise; that in case the