

Exchange of coupon bonds for registered bonds without coupons.

Whenever any coupon bond or bonds of the same series, by the terms thereof exchangeable for a registered bond or registered bonds without coupons thereto appertaining, shall be surrendered for exchange for a registered bond or registered bonds without coupons, of authorized denominations, the Telephone Company shall execute and the Corporate Trustee shall authenticate, and the Telephone Company shall deliver in exchange therefor a registered bond without coupons, or registered bonds without coupons, of the same series, of such authorized denominations, for the same aggregate principal amount.

Legends on and provisions in coupon and registered bonds.

Each coupon bond, and each registered bond without coupon, shall contain such provisions and bear such legends as may be considered advisable by the Board of Directors of the Telephone Company in order to comply with the rules of any stock exchange or to conform to usage.

Charges for transfers and exchanges.

For any exchange of bonds for bonds of another denomination, or of coupon bonds for registered bonds without coupons, or for registered bonds without coupons for coupon bonds, and for any transfer of registered bonds without coupons, the Telephone Company, at its option, may require the payment of a sum sufficient to reimburse it for any stamp tax or other governmental charge, and in addition thereto of a further sum of not exceeding two dollars for each new bond, if any, issued upon such transfer or exchange. In every case of such transfer or exchange the Corporate Trustee forthwith shall cancel the surrendered bond or bonds and coupons, and shall deliver the same to the Telephone Company.

Cancellation of surrendered bonds.

Who to be deemed owners of coupon bonds.

Section 6. The Telephone Company and the Trustees may deem and treat the bearer of any coupon bond issued hereunder which shall not at the time be registered as hereinbefore provided, and the bearer of any coupons for interest on any bond, whether or not such bond shall be registered, as the absolute owner of such bond or coupons, as the case may be, for the purpose of receiving payment thereof and for all other purposes, and neither the Telephone Company nor the Trustees shall be affected by any notice to the contrary.

of coupons

of bonds without coupons.

The Telephone Company and the Trustees shall deem and treat the person in whose name any registered bond without coupons issued hereunder shall be registered as hereinbefore provided, as the absolute owner of such bond for the purpose of receiving payment of or on account of the principal and interest on such bond and for all other purposes, and shall deem and treat the person in whose name any coupon bonds shall be so registered as the absolute owner thereof, for the purpose of receiving payment of or on account of the principal thereof, and for all other purposes except to receive payment of interest represented by outstanding coupons.

of registered coupon bonds

Replacing bonds mutilated, destroyed or lost.

Section 7. In case any bond issued under this indenture shall become mutilated or be destroyed or lost, the Telephone Company in its discretion may issue, and thereupon the Corporate Trustee shall authenticate and deliver a new bond of like tenor, date and series bearing in the case of a coupon bond, the same serial number and the same coupons as the one mutilated, destroyed or lost, and in the case of a registered bond without coupons,