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Charges for  
issuing sub-  
stitute bonds.

Temporary bonds.

Exchange of  
temporary bonds  
for definitive  
bonds.

Bonds may be  
authenticated  
before record-  
ing of mortgage.

General power  
to issue bonds  
from time to time  
and limitation  
thereon.

having indorsed thereon the same serial number or numbers of coupon bonds as were indorsed upon the bond so mutilated, destroyed or lost. The applicant for such substitute bond shall furnish to the Telephone Company and to the Corporate Trustee evidence to their satisfaction, respectively, of the mutilation, destruction or loss of such bond, and said applicant shall also furnish such indemnity to both the Telephone Company and the Corporate Trustee, respectively, as in their discretion they may require. The Telephone Company may require the payment of a sum not exceeding Two Dollars for each substitute bond issued under this Section 7 of Article First.

Section 8. Until definitive bonds shall be prepared the Telephone Company may execute and upon the request of the Telephone Company the Corporate Trustee shall authenticate and deliver in lieu of such definitive bonds and subject to the same provisions, limitations and conditions, temporary printed bonds of any denomination substantially of the tenor of the bonds hereinbefore recited, with or without coupons and with appropriate omissions, insertions and variations as may be required. Pending the preparation of the definitive bonds, such temporary bonds shall be exchangeable for other temporary bonds of like aggregate principal amount, whether of the same or different denominations, in accordance with the provisions of this Article First.

Upon surrender of such temporary bonds, or any of them, in exchange for definitive bonds, the Telephone Company, at its own expense shall prepare and execute and, upon cancellation of such surrendered bonds the Corporate Trustee shall authenticate and deliver in exchange therefor, definitive bonds for the same aggregate principal amount as the temporary bonds surrendered, and otherwise in accordance with said temporary bonds. Until so exchanged, the temporary bonds in all respects shall be entitled to the same lien and security of this indenture as the definitive bonds issued and authenticated hereunder, and interest, when and as payable, shall be paid and such payment noted thereon, if such temporary bonds shall have been issued without coupons, or, if such temporary bonds shall have been issued with coupons, shall be paid on presentation and surrender of such coupons as they mature.

Section 9. On request of the Telephone Company bonds shall be authenticated and shall be delivered hereunder in advance of the recording of this indenture, but the Telephone Company with all convenient speed shall cause this indenture to be duly recorded as a mortgage of real estate.

ARTICLE SECOND.

Issue of Bonds.

Section 1. The authorized issue of bonds under this indenture is limited so that the principal amount thereof at any one time outstanding, when added to the prior bonded debt of the Telephone Company, as defined in this Section 1 of Article Second, shall never exceed twice the amount of its then outstanding full paid capital stock. Whenever the amount of such capital stock outstanding shall be increased, thereupon the limit of the authorized issue of bonds hereunder shall be increased to an