

44.

for additional  
property and  
extensions -

COMPARE

for discharge  
of real estate  
mortgages -

for securities  
of other corp-  
orations. -

for expendit-  
ures in respect  
of other corpor-  
ations.

proceeds shall be used, are any of the following, in whole or in part:

(1) To pay or to provide funds for (a) the acquisition or construction of additions, to or for the completion, extension, betterment or improvement of, the lines, plant or system which at the time shall be owned by the Telephone Company and be subject to the lien of this indenture, or for (b) the acquisition or construction of systems, lines or property necessary or useful in the business of the Telephone Company and used or to be used in the business of transmitting intelligence sounds or signals by electricity, or the furnishing of facilities for the same, which shall become subject to the lien of this indenture.

(2) To pay or to provide funds for the satisfaction and discharge of any real estate mortgages on any parcels of real property (a) which at the time shall be owned by the Telephone Company and be subject to the lien of this indenture, or (b) which at the time shall be owned by any corporation of whose capital stock at least ninety per cent. (including not less than a majority of the stock having voting power) shall at the time be owned by the Telephone Company and be subject to the lien of this indenture.

(3) To pay or to provide funds (a) for the purchase or acquisition by the Telephone Company of shares of the capital stock of any corporation owning, operating or controlling telephone or telegraph lines, or engaged in the business of transmitting intelligence, sounds or signals by electricity, or the furnishing of facilities for the same, or engaged in a business similar to that of the Telephone Company, or engaged in the manufacture, use or sale of property, or in the construction or operation of works or property, necessary or useful in the business of the Telephone Company; provided, however, that not less than a majority of the stock of any such corporation (including not less than a majority of the stock having voting power) shall have been or shall thereby be acquired; or (b) for the purchase or acquisition by the Telephone Company of Bonds, notes or other evidences of indebtedness at any time issued by any such corporation, of which not less than a majority of the capital stock (including not less than a majority of the stock having voting power) shall have been acquired by the Telephone Company; and provided further, that all of such stock so acquired (except so much thereof as may be required to qualify directors of such corporation, and all such bonds, notes or other evidences of indebtedness so acquired, shall be subjected to the lien of this indenture.

(4) To pay or to provide funds for the acquisition or construction of additions to, or for the completion, extension, betterment or improvement of, the lines, plant or system of a corporation of the character referred to in subdivision (3) above, of which not less than a majority of the capital stock (including not less than a majority of the stock having voting power) shall then be owned by the Telephone Company and (except such shares thereof as may be required to qualify directors of such corporation) shall be subject to the lien of this indenture; provided, however, that unless and until ninety per cent of such capital stock (including a majority of the stock having voting power) of such corporation