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bonds secured by this indenture and then outstanding, there shall be excluded all bonds which have been therefore authenticated and delivered by the Corporate Trustee under this indenture for the purpose of refunding paying, redeeming, retiring, purchasing or otherwise acquiring any part of such prior bonded debt but which have not been at the time actually so applied by the Telephone Company.

- as to interest charges -

(2) As long as any bonds of Series A are outstanding, no bonds shall be authenticated and delivered by the Corporate Trustee under this Section 5 of Article Second unless the net earnings of the Telephone Company available for payment of interest charges during the period of any twelve consecutive calendar months out of fifteen such months immediately preceding the request of the Telephone Company for the authentication and delivery of such bonds, shall have been not less than one and three fourths times the interest for such twelve months' period on the bonded debt outstanding during such period which is a lien on the property or any part thereof, of the Telephone Company, and also on all debentures outstanding during such period which may have been issued as a series by the Telephone Company subsequent to the date of this Indenture and are payable more than twelve months after this date, plus the amount of interest for twelve months on the bonds the authentication and delivery of which are at the time requested, but not including interest payable by the Telephone Company (a) on any bonds or debentures in any Sinking Fund or (b) on any bonds which have been theretofore authenticated and delivered by the Corporate Trustee under this indenture for the purpose of refunding, redeeming, retiring, purchasing or otherwise acquiring any part of such bonded debt, but which have not at the time been actually so applied by the Telephone Company, or (c) on any obligations of the Telephone Company which are to be paid, redeemed or retired with the proceeds of bonds the authentication and delivery of which are at the time requested to reimburse the Telephone Company under the provisions of subdivision (5) of Part A of this Section 5 of Article Second.

-as to deposit of moneys except in cases of reimbursement -

(3) Unless the authentication and delivery of such bonds are requested in order to reimburse the Telephone Company for expenditures made as provided in subdivision (5) of Part A of this Section 5 of Article Second, there shall be deposited with the Corporate Trustee a sum in cash equal to the principal amount of the bonds the authentication and delivery of which are then requested. The moneys so deposited with the Corporate Trustee hereinafter referred to as "deposited moneys", shall be held by the Corporate Trustee as part of the trust estate and paid out by it from time to time for some one or more ^{of} the purposes stated in Part A of this Section 5 of Article Second to the Telephone Company, or as directed by its written order, signed by its President or Vice President directing the payment of a specified amount thereof. In each case such written order shall be accompanied by a certified copy of a resolution of the Board of Directors of the Telephone Company authorizing such order and also by a certificate or certificates as hereinafter provided. If the authentication and delivery of such bonds are requested in order to reimburse the Telephone Company for expenditures made as provided