

Company shall acquire or contract for any property subject to any such prior or equal lien or charge, the principal amount of such lien or charge shall be added to the expenditure or liability stated in said certificate or certificates for the purpose of ascertaining the total cost of such property, and in every such case the Corporate Trustee shall reserve the amount of bonds, or at the election of the Telephone Company, from the amount of deposited moneys, which the Telephone Company would otherwise be entitled to receive, a principal amount of bonds or an amount of deposited moneys as the case may be equal to the amount of such lien or charge and the principal amount of bonds or the amount of deposited moneys remaining after such reservation shall be the amount which the Telephone Company shall be entitled then to receive on account of the certified cost of such property. After the Telephone Company shall pay or satisfy, or shall acquire and subject to the lien of this indenture, any such lien or charge then it shall be entitled to receive the principal amount of such reserved bonds or an amount of such deposited moneys equal to the expenditure made by the Telephone Company to effect such payment or satisfaction or acquisition of such lien or charge not exceeding the principal amount thereof.

Further assurance in case of real property.

Whenever the Telephone Company shall request the authentication and delivery of bonds or the payment of deposited moneys on account of the acquisition of real property, it shall execute and deliver to the Trustees any conveyances or instruments of further assurance which the Corporate Trustee may reasonably require for the purpose of subjecting to the lien and operation of this indenture such real property; and in every instance the Telephone Company shall also furnish to the Corporate Trustee the written opinion of counsel (who may be counsel for the Telephone Company) to the effect that such conveyance or other instruments are sufficient for the purpose or that no such instruments or conveyances are required.

(f) As long as any bonds of Series A are outstanding such certificate or certificates shall show that the net earnings of the Telephone Company have been sufficient to comply with the provisions of subdivision (2) of this Part B of this Section 5 of Article Second.

(g) Whenever such a certificate refers to the purchase or acquisition of shares of stock, bonds, notes or other evidences of indebtedness of other corporations, it shall be accompanied by an opinion of counsel satisfactory to the Corporate Trustee (who may be counsel for the Telephone Company) that such shares of stock, bonds, notes or other evidences of ~~such~~ indebtedness have been legally issued, that the acquisition thereof by the Telephone Company is permitted by law, and that any shares of stock so acquired are fully paid and non-assessable; and that all the stock of each such corporation, respectively, previously or then acquired and owned by the Telephone Company (except such shares thereof as may be required to qualify directors) and all such bonds, notes or other evidences of indebtedness have been subjected to the lien of this indenture.