

Application of  
moneys paid to  
Corporate  
Trustee.

or indebtedness, or in case (3) upon the dissolution or liquidation of any company any sum shall be paid upon any bonds or any shares of stock or any claims against or indebtedness of such company, subject to the lien of this indenture, then, in any such case, any such sum, unless received by a trustee under some indenture which is a prior lien thereon upon the trusts of such indenture, or unless applied on account of the purchase price of property purchased pursuant to Section 5 of this Article Third, shall be paid over to the Corporate Trustee, and by it shall be held to be disposed of as provided in Section 4 of Article Eighth hereof.

Until default  
Telephone Com-  
pany may vote  
mortgaged  
stock.

Section 4. While the Telephone Company shall not be in default as aforesaid it shall have the right to vote upon or to give consent in respect of all shares of stock subject to the lien of this indenture, for all purposes not inconsistent with the provisions or purposes of this indenture, and from time to time upon demand of the Telephone Company, signed by its President or a Vice President, the Corporate Trustee forthwith will cause to be executed and delivered to the Telephone Company, or its nominee or nominees, suitable powers of attorney or proxies for such purpose.

Corporate Trustee  
to give proxies.

Pledged bonds  
may be refunded.

So long as there shall be no continuing default of the character hereinafter in Section 2 of Article Ninth specified, the Telephone Company at any time and from time to time may consent to the refunding, renewal or extension by any other company of any of its bonds or obligations the whole or part of which shall be subject to the lien of this indenture. Unless there shall be such continuing default and the Corporate Trustee shall have been notified in writing thereof, the Corporate Trustee, if requested in a writing by the Telephone Company, signed by its President or a Vice President, shall consent to any such refunding, renewal or extension. In case such a default shall have occurred and shall be continuing the Corporate Trustee may, in its discretion, consent to such refunding, renewal or extension by any company of any issue of its bonds as above provided, without the consent or request of the Telephone Company.

Refunding bonds  
to be mortgaged  
hereunder.

In case any bonds or obligations subject to the lien of this indenture shall be refunded, the refunding bonds or obligations acquired by the Telephone Company in lieu thereof shall forthwith become subject to the lien of this indenture in the same manner as those for which they are substituted. In case any bonds or obligations subject to the lien of this indenture shall be renewed or extended such bonds or obligations as so renewed or extended shall continue to be secured as before, and shall remain subject to the lien of this indenture in the same manner as heretofore.

Trustees may  
purchase at  
sale property  
of corporations  
whose securities  
are pledged.

Section 5. In case at any time all or any of the property of any corporation all or part of whose outstanding capital stock and/or bonds and/or other obligations are pledged hereunder shall be sold at any judicial or other involuntary sale, the Trustees in their discretion may, and if requested in writing by the Telephone Company or by the holders of a majority in amount of the bonds hereby secured and then outstand