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dividends received in the year or years involved by said Illinois corporation or by any of its subsidiary corporations on capital stock of the Company, and (2) an amount equal to the dividend and sinking fund requirements for the year or years involved on the 7% Guaranteed Preferred Stock of the Company; and except that in the event there shall at the time be issued and outstanding hereunder or then proposed to be issued under this Section bonds not guaranteed as to the payment of interest thereon by said Illinois corporation, the consolidated earnings of the Company and its subsidiary companies shall first be allocated as available for the payment of interest on such non-guaranteed bonds (excluding non-guaranteed bonds issued under Sections 5 and 6 of this Article) to an amount equal to twice the annual interest requirements on such non-guaranteed bonds (not so excluded), and the consolidated earnings of said Illinois corporation shall only be included to an amount necessary to equal with any balance of the consolidated earnings of the Company and its subsidiary companies not so allocated twice the annual interest requirements on the bonds theretofore issued hereunder and guaranteed by said Illinois corporation and those then proposed to be issued under this Section guaranteed by said Illinois corporation (excluding bonds so guaranteed issued under Sections 5 and 6 of this Article). In case the Company shall elect to include the consolidated earnings of said Illinois corporation, then such earnings may also be computed and determined, as above provided, on the basis of a consolidated income account of said Illinois corporation and its subsidiary corporations (other than the Company and its subsidiary companies) for the year or years involved. In case the Company or the Illinois corporation, or any subsidiary of either corporation, shall have acquired property which it shall not have held during the entire period for which such consolidated earnings are to be computed, the consolidated earnings shall be computed for the entire period on the basis of the actual earnings of such property during such period with such adjustments as said accountant or accountants shall determine to be in accordance with accounting practice in such connection and suitable to carry out the purpose and intent hereof.

The term additional properties as used in this Section shall include permanent additions to and permanent betterments and improvements of any of the lands, buildings, machinery, fixed equipment and appurtenant properties subject to the lien of this Indenture as a first lien thereon, and or the lien of any first mortgage, as a first lien thereon, of any subsidiary company securing bonds or obligations pledged under this Indenture.

For the purposes of this Section bonds shall be considered as issued thereunder if issued under Section 8 of this Article and the cash deposited therefor be withdrawn against additional properties in accordance with the provisions of this Section.

Where the phrase, exclusive of all bonds of the Company issued under Sections 5 and 6 of this Article, or a similar phrase occurs in this Section, the bonds so issued shall be deemed to include bonds issued on the refunding thereof under the provisions of Section 7 of this Article. Where the phrase, interest received by the Company on all bonds or obligations acquired by it in exchange for bonds issued by it under Sections 5 and 6 of this Article or any like phrase occurs in this Section, the bonds or obligations so acquired in exchange shall be deemed to include bonds or obligations substituted therefor under Article VIII of this Indenture.

SECTION 5. At any time or from time to time hereafter the Company may execute and deliver to the U