

the Company except for the express purpose of acquiring for it additional oil producing properties and/ or territory adjoining such oil producing property with equipment thereon, and the bonds of such series shall not exceed in face value ninety per cent (90%) of the net purchase price of such properties to the Company and further that all such properties shall be conveyed immediately, directly or through the Company, to the Trustee hereunder for the further security of all the bonds issued hereunder, and that all mortgaged and pledged property and premises are to be held and disposed of by the Trustee subject to the further covenants, conditions, uses and trust hereinafter set forth; and for the benefit of the respective holders from time to time of the First Mortgage Bonds, it is covenanted between the parties hereto as follows, viz:

ARTICLE FIRST

FORM, EXECUTION, DELIVERY AND EXCHANGE OF BONDS.

SECTION 1. The amount of First Mortgage Bonds which may be executed by the Company and authenticated by the Trustee under the terms hereof, is limited to an aggregate principal sum of \$10,000,000. All such bonds shall be issued in series and the principal sum of each series shall be payable in twelve equal semi-annual installments on interest dates and shall be substantially in the form hereinbefore recited. The principal of each series of bonds shall become due and payable, unless earlier redeemed, six years from the date of issue thereof and no bonds shall be issued hereunder which shall become finally due and payable subsequent to April 1, 1933. Said First Mortgage Bonds shall bear interest at the rate of six per centum per annum from the date of issue, which interest shall be payable semi-annually on the first day of April and the first day of October in each year. Both the principal and interest of said bonds shall be payable in gold coin of the United States of America of the standard of weight and fineness on March 31, 1923, at the office of the Trustee in the City of Tulsa and State of Oklahoma.

SECTION 2. The First Mortgage Bonds of Series "A" and any other series issued hereunder shall be of the denominations of \$500, \$1000 and/or \$10,000. The Bonds of the denomination of \$500 shall be numbered D1 and consecutively upward, those of the denomination of \$1000 M1 and consecutively upward, and those of the denomination of \$10,000 X1 and consecutively upward.

Immediately upon execution of this Indenture the Company shall execute and deliver to the Trustee for authentication all of said Series "A" First Mortgage Bonds in the amount of \$4,600,000 and thereupon the Trustee shall authenticate and return all of said bonds to the Company and may so authenticate and return said bonds in advance of the filing or recording of this Indenture if requested by the Company. At any time subsequent to the issue of said Series "A" bonds, upon execution and delivery to the Trustee for authentication of any one or more additional series of said First Mortgage Bonds under the stipulation provided in Section II of Article Four hereof, together with the consent of a majority of the holders of First Mortgage Bonds issued hereunder at that time outstanding, as provided in said Section II, the Trustee shall authenticate and return all such additional bonds required to the Company up to said additional amount of \$5,400,000 face value and may so authenticate and return said bonds in advance of the filing or recording of any supplemental Indenture. The receipt of the President or Vice-President and Treasurer of the Company for all such bonds so authenticated shall be a full acquittance and discharge to the Trustee from all liability for such authentication and delivery; Such bonds may be executed by the President or any Vice-President of the Company, sealed with its corporate seal and attested by the Secretary, or an Assistant Secretary thereof, The principal and interest coupons to be attached to said bonds shall be authenticated by the engraved or lithographed facsimile signature of the Treasurer