

of said bonds, and the appropriate coupons belonging thereto, for cancellation, at the office of the Trustee, on or after the next ensuing interest day, the principal of said bonds and the interest accruing thereon up to such next ensuing interest day, after the date of said notice, will be paid to the person entitled to receive the same. The Company shall on or before the day previous to the interest day on which said bonds are called for redemption, deposit with the Trustee a sum sufficient to pay the principal of such bonds so called, and the interest accruing thereon, to such interest date. Upon the making of such deposit, and the giving of such notices, the bonds so called shall cease to bear interest after the interest date on which they are so called; anything in said bonds or the coupons belonging thereto, or this indenture, to the contrary notwithstanding. As and when said bonds are surrendered to the Trustee they shall be cancelled and delivered to the Company. If any bond called for redemption shall not be presented on the interest day on which the bonds are so called, the Trustee shall thereupon withdraw from the fund on deposit with it the amount which shall be due to the holder of such bond, and shall keep the same separate and apart from said fund as a special trust, which shall not draw interest and shall pay the same to the holder of said bond entitled to receive the same, upon the presentation for cancellation of said bond and the appropriate coupons.

THIRTY-SEVENTH. The Company agrees that it shall and will establish a sinking fund for the purchase, redemption and retirement of the said bonds in manner following:

The Company shall during the year ending February 1, 1911, pay to the Trustee a sum of money equal to one-sixth of the principal of all of the said bonds issued and outstanding at the beginning of that year, and during the year ending February 1, 1912, a sum of money equal to one-fifth of the principal of all of the said bonds issued and outstanding at the beginning of that year; and during the year ending February 1, 1913, a sum of money equal to one-fourth of the principal of the said bonds issued and outstanding at the beginning of that year; and during the year February 1, 1914, a sum of money equal to one-third of the principal of all of the said bonds ~~issued and outstanding~~ issued and outstanding at the beginning of the year; and during the year February 1, 1915, a sum of money equal to one-half of the principal of all the said bonds issued and outstanding at the beginning of that year; and during the year ending February, 1, 1916, a sum of money equal to the principal of all of the said bonds issued and outstanding at the beginning of that year.

But if during the year ending February 1, 1911, any bonds shall be issued in addition to those outstanding at the beginning of that year, the payment in that year shall be increased ratably, so that the sum of money paid to the Trustee at the end of that year shall be equal to one-sixth of the principal of all the said bonds outstanding at the beginning of that year, plus one-sixth of the principal of all additional bonds issued during that year; and if during the year ending February 1, 1912, any bonds shall be issued in addition to those outstanding at the beginning of that year, the payment in