

tality or agency or from any insurer whose war risk insurance is reinsured by any of the foregoing governmental authorities, instrumentalities, or agencies) in such amounts as will prevent the Company from becoming a co-insurer as to any loss less than the amount of said war damage insurance (but in no case shall any co-insurance clause relating to war damage insurance stipulate more than fifty per cent (50%) co-insurance, if procurable, or, if not, the lowest such percentage stipulation that is procurable). Whenever any such war damage insurance shall be carried pursuant to the foregoing provisions, the same may be discontinued, whenever the hazard referred to in such notification as being the basis therefor and any other hostilities that may ensue therefrom shall have ceased.

All such policies of insurance shall be made payable to the Trustee as its interest may appear and shall be deposited with the Trustee, and the proceeds of any such insurance shall be paid to the Trustee and shall be held by it as additional security hereunder until paid out as hereinafter provided.

All insurance moneys shall be used in making good the loss or damage in respect of which they were paid, either by repairing the property damaged or replacing the property destroyed, and shall be paid out from time to time by the Trustee upon written orders of the Company, signed and verified by its President or its Treasurer and approved in writing by the Consulting Engineers, stating that certain expenditures have been made or indebtedness incurred in repairing or replacing such property and the amount thereof, and directing the payment by the Trustee of an amount not in excess of the amount so stated and further stating that such proceeds, together with any other moneys available for such purpose, are sufficient for such repair or replacement. When the Trustee shall have been furnished with a certificate of the Consulting Engineers stating that the property damaged or destroyed has been fully repaired and/or replaced and that such repairs and/or replacements have been fully paid for, the residue, if any, of such insurance moneys shall be by the Trustee transferred to the Bond Reserve Fund provided for in Article Four hereof and shall have the same effect as if