

such four months' period or an amount equal to the proceeds of any such property, if disposed of, subject, however, to the rights, if any, of the Company and its other creditors in such property or such proceeds.

(b) Nothing contained in this §14.09 shall affect the right of the Trustee:

(i) to retain for its own account (A) payments made on account of any such claim described in *Subdivision (a)* of this §14.09 by any person, other than the Company, who is liable thereon, and (B) the proceeds of the bona fide sale of any such claim by the Trustee to a third person, and (C) distributions made in cash, securities or other property in respect of claims filed against the Company in bankruptcy or receivership or in proceedings for reorganization pursuant to the Bankruptcy Act or applicable State law;

(ii) to realize for its own account upon any property held by it as security for any such claim, if such property was so held prior to the beginning of such four months' period;

(iii) to realize for its own account, but only to the extent of the claim hereinafter mentioned, upon any property held by it as security for any such claim, if such claim was created after the beginning of such four months' period and such property was received as security therefor simultaneously with the creation thereof, and if the Trustee shall sustain the burden of proving that at the time such property was so received the Trustee had no reasonable cause to believe that a default, as defined in *Subdivision (e)* of this §14.09, would occur within four months; or

(iv) to receive payment on any claim referred to in *paragraph (ii)* or *(iii)* of this *Subdivision (b)* against the release of any property held as security for any such claim as provided in such *paragraph (ii)* or *(iii)*, as the case may be, to the extent of the fair value of such property.

For the purposes of *paragraphs (ii), (iii) and (iv)* of this *Subdivision (b)*, property substituted after the beginning of such four months' period for property held as security at the time of such substitution shall, to the extent of the fair value of the property released, have the same status as the property released, and, to the extent that any such claim referred to in *paragraphs (ii), (iii) and (iv)* of this *Subdivision*