

the Company, either as a whole or in part, at the optional redemption prices or the refinancing redemption prices, whichever shall be applicable, and upon the terms and subject to the conditions set forth in the forms of Bonds of the Second 1977 Series contained in *Section 1* of this *Article 2*, together in each case with accrued interest to the redemption date.

SECTION 6. The Bonds of the Second 1977 Series shall also be redeemable, at the option of the Company, at the principal amount thereof and accrued interest to the redemption date, either as a whole or in part, on April 1 or October 1 of each year to and including April 1, 1977, by the application by the Trustee pursuant to § 9.07 of the Indenture of moneys theretofore received by the Trustee pursuant to § 5.06, § 7.01, § 7.02, § 8.02, § 8.03, § 8.04, § 8.05 or § 8.07 thereof. The redemption of any Bonds of the Second 1977 Series pursuant to this *Section 6* shall not be deemed to constitute any retirement of such Bonds in lieu of or as a credit against the retirement of Bonds of the Second 1977 Series required pursuant to *Section 7* of this *Article 2*.

SECTION 7. The Company, and for the retirement of Bonds of the Second 1977 Series, shall redeem any Bonds of the Second 1977 Series in the manner provided in this *Article 2* and in *Article 6* of the Indenture, shall redeem \$1,000,000 principal amount of Bonds of the Second 1977 Series on October 1, 1960, and \$1,000,000 principal amount of Bonds of the Second 1977 Series on each April 1 and October 1 thereafter to and including April 1, 1977, in each case at the principal amount thereof together with accrued interest to the redemption date. In case the aggregate principal amount of Bonds of the Second 1977 Series authenticated and delivered under § 4.02C, § 4.03, § 4.04 and § 4.05 of the Indenture as amended by this Third Supplemental Indenture prior to January 1, 1959, shall be less than \$35,000,000, the amount of such difference shall be spread proportionately, as nearly as practicable in multiples of \$1,000, over all sinking fund redemption dates and the date of maturity of Bonds of the Second 1977 Series not subject to redemption by reason of the sinking fund as a reduction of the principal amounts to be re-