

urer or an Assistant Treasurer of the Company of the insurance policies outstanding and in force at the date of such statement upon the aforesaid property of the Company or any part thereof, including the names of the insurance companies which have issued the policies, the amounts and dates of expiration thereof, the property covered thereby and the names of the beneficiaries, and stating that such insurance complies with the requirements of this Section.

The Company covenants and agrees that any insurance moneys received directly by it shall be applied only to the replacement of and/or to improvements on the mortgaged property and that to the extent not so applied the same shall be promptly deposited with the Corporate Trustee, subject to withdrawal in accordance with the provisions of the next succeeding paragraph of this Section.

Any insurance moneys received by the Trustees or either of them shall be held by the Corporate Trustee and upon receipt of an application of the Company so requesting shall

(a) be paid over to the Company for expenditures made in repairing or replacing the damaged or destroyed lands, buildings or property for which such insurance moneys were paid, upon receipt by the Corporate Trustee of a certificate of the Treasurer or an Assistant Treasurer of the Company showing the cash expenditures made for such purposes, and stating that the same do not exceed the fair value to the Company of such repairs or replacements; and/or

(b) be applied from time to time as provided in Section 8.12.

In the case of any adjustment of any loss covered by any policies of insurance, the Trustees shall be protected in acting upon the adjustment agreed to and accepted by the Company and set forth in a statement signed in the name of the Company by its President or one of its Vice Presidents or its Secretary or Treasurer, and the Trustees shall be under no liability or duty to look beyond such statement, but shall be fully protected in acting in accordance therewith.

SECTION 7.08: That, so long as any of the bonds of any of the present series are outstanding,