

of exhaustion specified in said Certificate B (less the aggregate of the amounts, if any, by which the Sinking Fund payments for the bonds of the Second 1977 Series for any Sinking Fund payment dates occurring prior to such June 15 shall have been increased pursuant to this Paragraph B, but only to the extent that the bonds of the Second 1977 Series retired through the application of such increases in Sinking Fund payments shall not have been utilized as a credit against any subsequent Sinking Fund payment on the bonds of the Second 1977 Series occurring prior to such June 15) that the Sinking Fund payment for the bonds of the Second 1977 Series to be made on such Sinking Fund payment date, as set forth in said Paragraph A, bears to the aggregate of the Sinking Fund payments for the bonds of the Second 1977 Series specified in said Paragraph A for all Sinking Fund payment dates for the bonds of the Second 1977 Series occurring after such June 15 and prior to the date of exhaustion specified in said Certificate B.

C. The Company shall have the right, upon delivery to the Corporate Trustee on or before the February 15 next preceding any March Sinking Fund payment date or on or before the August 15 next preceding any September Sinking Fund payment date, as the case may be, of a written request stating its election so to do, to satisfy in whole or in part any Sinking Fund payment due on any such date for the bonds of the Second 1975 Series, for the bonds of the 1977 Series or for the bonds of the Second 1977 Series, by crediting against such Sinking Fund payment, at the principal amount thereof,

(a) bonds of the series in question then or at any time theretofore delivered to the Corporate Trustee for the Sinking Fund;

(b) bonds of the series in question which shall have been redeemed at any time prior to such date of delivery at the option of the Company (otherwise than by the application of funds held by the Corporate Trustee subject to the provisions of Section 4.06 or Section 8.12 of the Mortgage as supplemented and modified from time to time) as provided in Section 3 of this Article Two; or

(c) in case any Sinking Fund payment or payments required under Paragraph A of this Section for the series in