

the regular Sinking Fund payment in the amount of \$500,000 shall be required to be made on October 31, 1965 (subject to being decreased by the amount of any credits pursuant to Paragraph C of this Section 4, including any credits pursuant to clause (c) of the first paragraph of said Paragraph C resulting from any increased payment made on April 30, 1965 because of the filing of such Certificate B in the year 1964).

C. The Company shall have the right, upon delivery to the Corporate Trustee on or before the March 15 next preceding any April Sinking Fund payment date or on or before the September 15 next preceding any October 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, by crediting against such Sinking Fund payment, at the principal amount thereof,

(a) bonds of the 1982 Series then or at any time theretofore delivered to the Corporate Trustee for the Sinking Fund;

(b) bonds of the 1982 Series 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 shall have been increased by operation of Paragraph B of this Section, but the latest certificate filed by the Company with the Corporate Trustee pursuant to Section 5 of this Article Two shall be a Certificate A, bonds of the 1982 Series theretofore redeemed for the Sinking Fund or credited against any Sinking Fund payment, to the extent that the total principal amount of bonds of the 1982 Series theretofore so redeemed or credited exceeds the sum of (i) \$500,000 multiplied by the number of previous Sinking Fund payment dates (provided for in Paragraph A of this Section) occurring during the years 1965 to 1972, inclusive, plus (ii) \$1,100,000 multiplied by the number of such previous Sinking Fund payment dates occurring during the years 1973 to 1982, inclusive;