

coupons of the 1986 Series authenticated and delivered by the Corporate Trustee prior to the first interest payment date shall be dated as of and shall bear interest from the earliest date on which any registered bond without coupons of the 1986 Series is authenticated and delivered by the Corporate Trustee. Interest accruing prior to the expressed maturity of the principal shall be payable on the first days of May and November, 1967 and thereafter semi-annually on the first days of May and November in each year to and including November 1, 1986. Both the principal thereof and interest thereon shall be payable in coin or currency of the United States of America which, at the time of payment, shall be legal tender for the payment of public and private debts, at the corporate trust office of Manufacturers Hanover Trust Company, or its successor as Corporate Trustee under the Mortgage, in the Borough of Manhattan, City and State of New York. The definitive bonds of the 1986 Series may be printed, lithographed or engraved, as the Company shall determine.

SECTION 2. *Exchanges of Bonds of the 1986 Series — Appointment of Registrar.* At the option of the holder, any coupon bond or bonds of the 1986 Series, upon surrender thereof to the Corporate Trustee, with all unmatured coupons thereto appertaining, and upon payment, if the Company shall so require, of the charges provided for in the Mortgage, may be exchanged for a registered bond or bonds of the 1986 Series without coupons of a like aggregate principal amount of any authorized denomination or denominations. At the option of the registered owner, any registered bond or bonds of the 1986 Series, without coupons, upon surrender thereof to the Corporate Trustee, and upon payment, if the Company shall so require, of the charges provided for in the Mortgage, may be exchanged for a like aggregate principal amount of coupon bonds of the 1986 Series, or for a like aggregate principal amount of registered bonds of the 1986 Series without coupons of other authorized denominations. In case any registered bond of the 1986 Series without coupons which was authenticated and delivered by the Corporate Trustee prior to the first interest payment date is surrendered for exchange for one or more other bonds of the 1986 Series at any time prior to such first interest payment date, any bond in registered form without coupons issued in exchange therefor shall bear the same date as the bond so surrendered and no bond in