

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 1986 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 1986 Series theretofore so redeemed or credited exceeds the sum of (i) \$400,000 multiplied by the number of previous Sinking Fund payment dates (provided for in Paragraph A of this Section) occurring during the period May 1, 1968 through May 1, 1971, inclusive, plus (ii) \$700,000 multiplied by the number of such previous Sinking Fund payment dates occurring during the period November 1, 1971 through May 1, 1976, inclusive, plus (iii) \$1,200,000 multiplied by the number of such previous Sinking Fund payment dates occurring during the period November 1, 1976 through November 1, 1986, inclusive;

and which bonds (except to the extent provided in clause (c) of this Paragraph C) shall not theretofore have been made the basis of a credit against any Sinking Fund payment hereunder or of the authentication and delivery of bonds or the withdrawal of cash or of any other credit under the Mortgage as supplemented and modified from time to time. So long as any of the bonds of the 1986 Series are registered in any one or more of the names in which the \$35,000,000 principal amount of bonds of such series initially issued shall have been initially registered on the books of the Company, the Company shall not be entitled to deliver any bonds of the 1986 Series to the Corporate Trustee for the Sinking Fund pursuant to clause (a) of this Paragraph C, except with the consent of all persons in whose name or names any bonds of such series were initially so registered and remain so registered.