

previous month, and said LOGGING COMPANY hereby agrees to deliver said logs upon said cars as aforesaid." And the said RAILROAD COMPANY hereby agrees to pay to said TRUSTEE, as the same is received from time to time, One Dollar for every one thousand feet of logs hauled by said RAILROAD COMPANY as provided by the above and foregoing Traffic Agreement, and it shall be the duty of the said TRUSTEE to apply any and all moneys so received on account of and in the payment of the said bonds as they become due from time to time, and any such moneys coming into the hands of the said TRUSTEE under the said Traffic Agreement may be used in the retirement of bonds before they become due when the TRUSTEE shall be so directed by the Board of Trustees of said RAILROAD COMPANY and said LOGGING COMPANY, as hereinafter provided. TO HAVE AND TO HOLD the same with the appurtenances unto the said TRUSTEE, and its successors and assigns, in trust, subject to the possession by the said RAILROAD COMPANY, and the said LOGGING COMPANY, until default as hereinafter provided, in trust, nevertheless, for the equal pro-rata benefit and security of each and every person or corporation who may be or become holders of said bonds without preference, priority or distinction as to liens or otherwise, one over or from the other, so that each and all of said bonds issued, or to be issued, shall have the same right, lien and privileges under this Indenture of Mortgage and shall be equally secured hereby with and to the same effect as if the same had all been issued and negotiated simultaneously and of the date hereof.

PROVIDED, HOWEVER, that if the said Mortgagors, their successors and assigns, shall well and fully pay or cause to be paid unto the person or persons, corporation or corporations, who shall become holders of said bonds, the several sums expressed therein, at the time and place therein mentioned for the payment thereof, together with interest on the same according to the provisions and tenor thereof, this obligation shall become void and of no effect, and the lien hereby created shall be satisfied upon the records of the County where the same is recorded, by said TRUSTEE.

The issue of bonds to be secured by this mortgage is two hundred and fifty (250) bonds of the denomination of Five Hundred (\$500.00) Dollars each, aggregating One Hundred Twenty-Five Thousand (\$125,000.00) Dollars, numbered consecutively from One (1) to Two Hundred and Fifty (250), both inclusive, all of which are to be issued and delivered to the said TRUSTEE by the said RAILROAD COMPANY. All of said bonds shall be dated the first day of May, 1908, and Fifteen Thousand (\$15,000.00) Dollars thereof shall be payable three years after date; Twenty Five Thousand (\$25,000.00) Dollars payable four years after date; Twenty-Five Thousand (\$25,000.00) Dollars payable five years after date; Thirty Thousand (\$30,000.00) Dollars payable six years after date and Thirty Thousand (\$30,000.00) Dollars payable seven years after date unless called in and redeemed before maturity as hereinafter provided.

All of said bonds of the par value of One Hundred Twenty Five Thousand (\$125,000.00) Dollars shall, at once, be delivered to the said TRUSTEE. The TRUSTEE, shall in no wise be responsible for the application of the proceeds of any bonds which may be certified and delivered in accordance with the provisions of this instrument or for the securing of a lien of this mortgage upon any extensions, improvements or betterments or upon any property or franchise hereafter acquired. So long as no default shall be or remain in the payment of the principal or interest or any part thereof, payable on the bonds hereby secured as the same shall become respectively due and payable, or of the performance of the covenants herein contained to be performed by the said Mortgagors, said Mortgagors shall, and they are hereby authorized by the said TRUSTEE, to remain in full possession, enjoyment and control of all of the property hereby conveyed and shall be permitted to manage the same and receive, receipt for, use and enjoy the rents, earnings, profits, revenues and income thereof in the same manner and with the same effect as if this Indenture had not been made, together with the right, at all times, as the proper management of said business may require, to alter,