

the Railway Company and under its corporate seal by the President, or any Vice-President, and the Secretary, or any Assistant Secretary, of the Railway Company, and shall be substantially of the following tenor, to-wit:

(Form of Coupon Bond).

UNITED STATES OF AMERICA.

SPOKANE, PORTLAND AND SEATTLE RAILWAY COMPANY.

FIRST MORTGAGE BOND.

No.

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Spokane, Portland and Seattle Railway Company, a corporation (hereinafter termed the "Railway Company"), for value received, promises to pay to bearer, or, if registered, to the registered owner of this bond, _____ dollars, gold coin of the United States of America of the present standard of weight and fineness, on the first day of May in the year 1958, at the office or agency of the Railway Company in the City of New York; and to pay interest thereon from the first day of May, A.D.1908, at the rate of _____ per cent. per annum, such interest to be payable at said office or agency in like gold coin, semi-annually on the first days of May and November in each year, but only upon presentation and surrender as they severally mature of the coupons therefor annexed hereto. Both the principal and interest of this bond are payable without deduction for any tax or taxes of the United States, or of any state, county or municipality therein, which the Railway Company may be required to pay or to retain therefrom under any present or future law. This bond is one of a duly authorized series of coupon bonds and registered bonds of the Railway Company issued and to be issued to an amount not exceeding one hundred million dollars in the aggregate at any one time outstanding, under and in pursuance of and all equally secured by a mortgage or deed of trust dated May 1, A.D.1908, duly executed by the Railway Company to the Central Trust Company of New York, as Trustee, of the Property and franchises mentioned in said mortgage or deed of trust, to which reference is hereby made for a description of the property and franchises mortgaged and the nature and extent of the security and the rights of the holders of said bonds under the same and the terms and conditions upon which said bonds are issued and secured. This bond may be registered as to principal in the owner's name on the books of the Railway Company at its office or agency in the City of New York, such registry being noted on the bond by the Company's Transfer Agent, after which no transfer shall be valid unless made on the Company's books by the registered owner in person or by attorney and similarly noted on the bond; but the same may be discharged from registry by being transferred to bearer, after which transferability by delivery shall be restored; but it may again from time to time be registered or transferred to bearer as before; such registration, however, shall not affect the negotiability of the coupons by delivery merely. This bond is also exchangeable for a registered bond without coupons, as provided in said mortgage or deed of trust and on payment of the charge therein provided for. This bond shall not become obligatory for any purpose until it shall have been authenticated by the certificate hereon endorsed of the trustee under said mortgage or deed of trust.

IN WITNESS WHEREOF, Spokane, Portland and Seattle Railway Company has caused these presents to be signed by its President or one of its Vice-Presidents, and its corporate seal to be hereunto affixed and to be attested by its Secretary or Assistant Secretary, and coupons for said interest, authenticated by the engraved fac-simile signature of its Treasurer to be attached hereto, this first day of May, 1908.

SPOKANE, PORTLAND AND SEATTLE RAILWAY COMPANY,

By

President.

Attest:

Secretary.