

any such notices as provided in this Article, shall be paid to the Trustee by the Company on demand, and the Trustee shall have a lien upon any amount of cash in the sinking fund at any time to secure such payment.

ARTICLE TENTH.- The Company hereby reserves the right to call in and pay before maturity at par and accrued interest on any first day of January, or of July, until and including the first day of July, 1908, any or all of the bonds issued and to be issued hereunder, and thereafter to call in and pay any or all of the same on any first day of January or July at one hundred and five per cent. (105%) and accrued interest. The bonds so sought to be paid shall be chosen by lot, by the Trustee, and notice of the bonds so chosen shall be inserted by the Trustee on behalf of the Company once a week, for at least eight weeks, immediately preceding the date selected for such payment, in one or more newspapers of general circulation published in City of New York, and the City of Philadelphia. The Company shall on or before the day next preceding the date in said notice specified, deposit with the Trustee, the amount of the principal, accrued interest and premium, if any, of an upon each bond so to be paid. Upon the surrender of any such bonds with the coupon then maturing and all subsequent coupons attached, to the Trustee on or after such date, the holder thereof, shall be paid therefor out of the funds so deposited, par or one hundred and five per cent. (105%) of the face value of said bond, as the case may be, with interest thereon accrued to the date so prescribed for payment. Interest on bonds so drawn shall cease from the date specified in the notice, provided the amount above specified has been deposited with the Trustee as above set forth, and all coupons representing the interest thereafter to accrue thereon, shall from that date be void and of no effect, and the said redeemed bonds, and all coupons thereon shall be cancelled by the Trustee.

ARTICLE ELEVENTH.- If one or more of the following events, hereinafter called events of default, shall happen, that is to say: (a) Default shall be made in the payment of any interest coupon or any one of the bonds issued, and to be issued, hereunder, when the same shall become due and payable, and such default shall continue for the period of sixty days; or default shall be made in the payment of the principal of any of said bonds when the same shall become due and payable, whether at maturity or by declaration or otherwise;

(b) Default shall be made in the observance or performance on the part of the Company, its successors or assigns, of the covenants in Article Third herein contained, relating to the creation of imposing upon the respective properties or franchises of the Portland General Electric Company or the Portland Railway Company of any security or charge, or the creation or entering into of any guaranty or indebtedness, other than for current expenses, or relating to the increase of the preferred or common capital stock of either of said companies, or relating to the sale of all or of the essential part of the properties of either or both of said companies;

(c) Default shall be made in the observance or performance of any other of the covenants, conditions and agreements on the part of the Company, its successors or assigns, in the bonds issued and to be issued hereunder or in this indenture expressed, and the Company shall not remedy such default within ninety days after written notice thereof shall have been given to the Company by the Trustee, or by the holders of Twenty per cent. in amount of the bonds issued hereunder then outstanding.

(d) An order shall be made for the appointment of a permanent receiver of the Company, or of the property hereby mortgaged, or for the winding up or liquidation of the business and affairs of the Company, or proper corporate action shall be taken on the part of the Company for either of the purposes aforesaid;

(e) An order shall be made for the appointment of a permanent receiver of the Portland