

Both the principal of and interest on this bond are payable without deduction for any tax or taxes which the Company may be required to pay hereon or to retain herefrom under any present or future laws of the United States or of any state, county or municipality therein, the Company hereby agreeing to pay all such tax or taxes. This bond is one of a series of bonds known as "Five Per Cent. General Mortgage Sinking Fund Gold Bonds" of the Company authorized to be issued to an amount not exceeding in the aggregate the principal sum of fifteen million dollars (\$15,000,000) at any time outstanding, all of which bonds are numbered, this bond No. A1, and the remainder of the bonds, being coupon bonds for the sum of one thousand dollars (\$1,000) each, consecutively from No. 1 upwards, and are issued and to be issued under and equally secured by a mortgage or deed of trust dated as of September 1st, 1906, executed by the Company to The Trust Company of North America, as Trustee, to which mortgage or deed of trust reference is hereby made for a description of the estates, properties and franchises mortgaged, the nature and extent of the security, the rights of the holders of the bonds and the terms and conditions upon which said bonds may be issued and are secured. This bond is entitled to the benefits of the Sinking Fund for which said mortgage provides and is subject to redemption at a premium of seven and one-half per cent. (7½%) and accrued interest on any day when interest is due thereon, in the manner prescribed in said mortgage or deed of trust, upon giving sixty days' previous notice as therein provided, and is convertible into fifteen hundred (1,500) bonds for one thousand dollars (\$1,000) each as in said mortgage or deed of trust provided. This bond will not become valid until the certificate endorsed hereon shall have been signed by the Trustee under said mortgage or deed of trust. No recovery, either directly or through the Company, by virtue of any statute or the enforcement of any assessment or penalty, or otherwise, shall be had for the payment of the principal or interest of this bond or of any part thereof against any incorporator, director, officer or stockholder of the Company.

IN WITNESS WHEREOF, Portland Railway, Light and Power Company has caused these presents to be signed by its President or Vice-President, and its corporate seal, attested by its Secretary or Assistant Secretary, to be hereunto affixed, as of the first day of September 1906.

PORTLAND RAILWAY, LIGHT AND POWER COMPANY,

By

President.

Attest:

Secretary.

(Form of Trustee's Certificate)

This bond is one of the series described in the within mentioned mortgage or deed of trust.

The Trust Company of North America,

By

President.

"RESOLVED FURTHER, that the remainder of said bonds and the coupons thereto annexed and the certificate of the Trustee thereon shall be substantially of the tenor and effect following, namely:

(Form of Bond)

UNITED STATES OF AMERICA

State of Oregon.

No. _____

\$1000.

PORTLAND RAILWAY, LIGHT AND POWER COMPANY.

Five Per Cent. General Mortgage Sinking Fund Gold Bond.

For Value Received, Portland Railway, Light and Power Company (hereinafter called "Company") promises to pay to the bearer, or if registered, to the registered owner of this bond, the sum of One Thousand Dollars (\$1000) in gold coin of the United States of America