

such bond to the Trustee on or after such date, the holder thereof shall be paid therefor the interest thereon accrued to the date so prescribed for payment and one hundred and seven and one-half per cent. (107½%) of the face value of the said bond. If any of the bonds called for redemption are registered bonds, a similar notice shall be sent by mail to the last known address of the registered owners thereof not less than sixty days prior to the date fixed for redemption in addition to the notice by publication prescribed above.

Interest on bonds so drawn shall cease from the date of redemption specified in the notice 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 canceled by the Trustee. For the purposes of redemption, bond No. A1 for one million five hundred thousand dollars (\$1,500,000) shall be considered fifteen hundred (\$1,500) bonds of one thousand dollars (\$1,000) each and if redeemed in part and appropriate endorsement shall be made upon such bond.

ARTICLE FIVE.

Sinking Fund.

Section 1. The Mortgagor Company covenants and agrees to pay in cash to the Trustee for and on account of a sinking fund, on or before the first day of September, 1917, not less than twenty-five thousand dollars (\$25,000), and thereafter to pay annually on the first day of September in each year, until and including the first day of September, 1922, not less than twenty-five thousand dollars (\$25,000) and on the first day of September, 1923, to pay not less than fifty thousand dollars (\$50,000), and thereafter on the first day of September in each year until the maturity or final payment of all of the bonds secured by this Indenture issued hereunder to pay not less than fifty thousand dollars (\$50,000). The several amounts specified above shall be paid as above provided until the amount of bonds secured by this Indenture issued and outstanding shall exceed seven million dollars (\$7,000,000) in face value. When the amount of said bonds outstanding shall exceed seven million dollars (\$7,000,000) in face value, the amount of the yearly payments to the Sinking Fund shall be proportionately increased; that is, at the rate of one dollar (\$1) for every two hundred and eighty dollars (\$280) of additional bonds outstanding up to and including the payment of September 1st, 1922, and thereafter one dollar (\$1) for every one hundred and forty dollars (\$140) of additional bonds outstanding. The Trustee shall from time to time, by private purchase from brokers, or otherwise, invest the moneys in the sinking fund in the purchase of bonds secured by this Indenture at such price as the Mortgagor Company shall deem reasonable not exceeding the face value of said bonds plus seven and one-half per cent. (7½%) premium and accrued interest.

The Trustee shall at any time at the request of the Mortgagor Company redeem in the manner provided in Article Four hereof so many of such bonds as the moneys in the Sinking Fund will suffice to redeem and pay at seven and one-half per cent. (7½%) premium and accrued interest, ten (10) days' notice in writing to be given by the Trustee to the Mortgagor Company of the time and place of any drawing of bonds by lot, and if at any time an accumulation of not less than twenty thousand dollars (\$20,000) shall have remained in the hands of the Trustee for a period of six months or upwards the Trustee shall redeem bonds as herein provided. All bonds so purchased or drawn for the Sinking Fund shall be retained without cancellation as a part of the Sinking Fund and the interest on such bonds shall be paid by the Mortgagor Company, as it shall become due, in addition to the annual payments to the Sinking Fund as herein required; and such interest when and as paid shall be held and invested in like manner as the other moneys in said Sinking Fund.