

Trustee for and on account of a Sinking fund on May 1st, 1915, and thereafter on the 1st day of May in each year until and including the 1st day of May 1926, an amount equal to one per cent. (1%) of the total amount of bonds at the time outstanding (including those held in the Sinking Fund) and on the 1st day of May, 1927, and thereafter on the 1st day of May in each year until the maturity of final payment of all the bonds secured by this Indenture, an amount equal to one and one-half per cent. (1½%) of the total amount of the bonds of this issue at the time outstanding, including those held in the Sinking Fund.

All amounts thus or otherwise received for the Sinking Fund by the Trustee shall be invested by the Trustee in so many of the bonds secured hereby as the Trustee shall be able to purchase at a price not exceeding par plus five per cent. premium and accrued interest, preference to be given by the Trustee to the bonds offered at the lowest price. If on or before June fifteenth in any of said years the Trustee shall be unable to invest substantially all of the Sinking Fund moneys in bonds secured hereby at not exceeding said price limit, it shall be the duty of the Trustee to make a drawing by lot for purchase on August first then next ensuing from the bonds then outstanding sufficient substantially to absorb the moneys in said Sinking Fund at the price of par plus five per cent. premium and accrued interest.

A notice giving the serial numbers and the denominations of the bonds so drawn shall be published and mailed by the Trustee in the manner provided for by Article Five, Section 1, with respect to bonds called for redemption, except that the publication shall be for four successive weeks, the first publication as also the mailing of the notices to the registered owners, if any, of bonds drawn to be not less than twenty-eight days prior to the date fixed for such purchase. Interest on all bonds so drawn and as to which notice is given as above provided shall cease, so far as the holders thereof are concerned, from and after the date fixed in said notice for such purchase and thereafter the interest thereon shall be paid into the Sinking Fund.

All bonds so purchased or drawn for the Sinking Fund shall be retained without cancellation as a part of the Sinking Fund and for the purpose of computing the annual contribution to the Sinking Fund shall be considered as outstanding; the interest on such bonds shall be paid by the Mortgagor Company to the Trustee as it shall become due, in addition to the annual payments into the Sinking Fund 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. Bonds thus acquired by the Sinking Fund shall be stamped "Property of the Sinking Fund under the Mortgage Indenture securing this bond."

The expenses and costs to the Trustee of making such purchase and of giving and advertising such notices as are provided in this Article shall be paid to the Trustee by the Mortgagor 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.

The Sinking Fund, in whatever form, until used for the retirement of bonds under this Article, shall always be subject to the lien of this Indenture and be held for the benefit of the bondholders hereunder.

The uninvested portion of all Sinking Fund moneys from time to time in the hands of the Trustee shall draw interest at the current rate paid by the Trustee