

preference, priority, or distinction as to liens or otherwise, on over or from the other, so that each and all of said bonds issued, or to be issued, shall have the same right, lien and privileges under this Indenture of Mortgage and shall be equally secured hereby with and to the same effect as if the same had all been issued and negotiated simultaneously and of the date hereof.

Provided, however, that if the said Company, its successors and assigns, shall well and fully pay or cause to be paid unto the person or persons, corporation or corporations, who shall become holders of said bonds, the several sums expressed therein, at the time and place therein mentioned for the payment thereof, together with interest on the same according to the provisions and tenor thereof, this obligation shall become void and of no effect, and the lien hereby created shall be satisfied upon the records of the county where the same is recorded, by said Trustee.

The issue of bonds to be secured by this mortgage is Three Hundred (300) bonds of the denomination of Five Hundred Dollars (\$500) each, aggregating One Hundred and Fifty Thousand Dollars (\$150,000) numbered consecutively from one (1) to three hundred (300), both inclusive, all of which are to be issued and delivered to the said Trustee by the said Company. All of said bonds shall be dated the first day of December, 1908, and Twenty-five Thousand Dollars (\$25,000) thereof shall be payable three years after date; Twenty-five Thousand Dollars (\$25,000) thereof payable four years after date; Twenty-five Thousand Dollars (\$25,000) thereof payable five years after date; Twenty-five Thousand Dollars (\$25,000) thereof payable six years after date; Twenty-five Thousand Dollars (\$25,000) thereof payable seven years after date, and Twenty-five Thousand Dollars (\$25,000) thereof payable eight years after date, unless called in and redeemed before maturity as hereinafter provided.

All of said bonds of the par value of One Hundred and Fifty Thousand Dollars (\$150,000) shall at once be delivered to the said Trustees.

The bonds aforesaid, together with the interest coupons thereto attached, shall be substantially of the tenor and purport above recited, and shall be known as "Oregon-Washington Logging Company Six Per Cent. First Mortgage and Collateral Trust Six Per Cent. Gold Bonds," and shall be of the denomination of Five Hundred Dollars (\$500.00) each, as above recited. Said bonds shall forthwith be executed on behalf of the Company by its President or Vice President, and its corporate seal shall be thereunto affixed and attested by its Secretary. The coupons to be attached to said bonds shall be authenticated by the engraved or lithographed signature of the present Secretary or of any future Secretary of the Company, and the Company may use for such purpose such engraved or lithographed fac-simile signature of any person who shall have been such Secretary, notwithstanding the fact that he shall have ceased to be such Secretary at the time of the execution of said bonds. In case the officers who shall have signed and sealed any of said bonds shall have ceased to be such officers of the Company before the bonds so signed and sealed shall have been signed, and certified to by The American Trust And Savings Bank, Trustee, such bonds shall nevertheless be issued, certified and delivered as if the persons who signed and sealed such bonds had not ceased to be officers of the Company.

The indenture of each of the bonds is evidenced by the certificate endorsed thereon of the American Trust and Savings Bank, Trustee. No bond shall become or be binding or obligatory or entitled to any security under this instrument unless and until authenticated as one of said bonds by said certificate thereon of the American Trust and Savings Bank, Trustee. The amount of bonds hereby secured which may be executed by the Company and which may be certified, is limited, so that never, at any time, shall there be outstanding bonds hereby secured, for an aggregate principal sum greater than One Hundred and Fifty Thousand Dollars.

Before certifying and delivering any bond hereby secured, the American Trust and Savings Bank, Trustee, shall detach and cancel all coupons attached thereto, then matured.