

Said bonds immediately upon execution thereof shall all be delivered by the Company to The American Trust and Savings Bank, Trustee, for certification, and immediately upon the execution, delivery and recording hereof, or as soon thereafter as may be, said bonds shall be certified by the American Trust and Savings Bank, Trustee, and delivered to the Company, or to the persons to whom the Company shall order the same to be delivered, upon the written order of the President of the Company, which order shall designate the person or persons to whom said bond shall be delivered, and upon such delivery thereof in accordance with said order the Trustee shall be fully protected.

In case any bond issued hereunder, with the coupons thereto appertaining, shall become mutilated or be destroyed, the Company, in its discretion, may issue, and thereupon The American Trust and Savings Bank, Trustee, shall certify and deliver a new bond, with coupons, of like tenor and date, bearing the same serial number, in exchange and substitution for the mutilated or destroyed bond and its coupons, upon receipt of evidence satisfactory to The American Trust and Savings Bank, Trustee, of the mutilation or destruction of such bond and its coupons and upon surrender and cancellation of such bond and its coupons, if mutilated, or upon receipt by The American Trust and Savings Bank, Trustee, of indemnity satisfactory to it, if such bond and its coupons shall have been destroyed.

The Trustee shall in no wise be responsible for the application of the proceeds of any bonds which may be certified and delivered in accordance with the provisions of this instrument or for the securing of a lien of this mortgage upon any extensions, improvements, or betterments or upon any property or franchise hereafter acquired.

So long as no default shall be or remain in the payment of the principal or interest, or any part thereof, payable on the bonds hereby secured as the same shall become respectively due and payable, or of the performance of the covenants herein contained to be performed by the said Company, said Company shall, and it is hereby authorized by the said Trustees to remain in full possession, enjoyment and control of all of the property hereby conveyed and shall be permitted to manage the same and receive, receipt for, use and enjoy the rents, earnings, profits, revenues and income thereof in the same manner and with the same effect as if this Indenture had not been made, together with the right at all times, as the proper management of said business may require, to alter, change, or to repair the buildings, engines, boilers, machinery, apparatus, cars, engines, tools, rolling stock, and appliances and other apparatus, and the said Company, as long as there is no default in the payment of any of said bonds, or the interest thereon, shall have the right to cut and remove timber upon said real estate, and to enter into all necessary, convenient and proper contracts with others for the purpose of so logging, cutting and removing said timber, and the said Company at all times shall have the right to sell any part of the above described timber lands and real estate upon the payment to the said Trustees of one dollar per thousand feet of the timber standing upon any real estate so conveyed; upon payment to the said Trustees, of one dollar per thousand for any timber upon said real estate the said Trustees hereby agree to release any such real estate from the lien of this mortgage or trust deed, and the said Trustees shall apply said moneys so received on account of and for the payment of any bonds and interest as the same becomes due from time to time, and when directed by the Board of Directors of said Company, will apply said moneys so received in the retirement of and the payment of bonds before they mature as hereinafter provided.

The Company will duly and effectually pay or cause to be paid to every holder of any bond issued and secured hereunder, the principal and interest accruing thereon at the dates and places and in the manner mentioned in said bond or in any of the coupons thereunto belonging according to the true intent and meaning thereof, without deduction from either principal or interest.

It is further agreed that the Company shall have the right, which is hereby expressly