

(including logging railways), provided the purchase and acquirement of such additional saw mills or lumbering equipment is approved in writing by F.A.Brewer & Co. of Chicago. Every written order of the Company for the certification and delivery of any of the bonds referred to and covered by this subdivision "c" of Section 7 of Article I, shall be accompanied

(1) By a certified copy of a resolution adopted by the trustees of the Company authorizing such order and specifying the amount of bonds so to be certified and delivered.

(2) A certificate signed and verified by the president or vice-president and secretary or treasurer of the Company, stating that the Company is not in default in the payment of any of the principal or interest on any of the bonds issued hereunder or in the performance of any covenants and agreements on the part of the Company herein contained, and particularly stating that the Company has complied with all the provisions of subdivision (a) of Section 7 of Article I with reference to the construction of a railway and saw mills and the purchase of logging equipment, or the deposit of money therefor as therein provided, and further stating the actual reasonable cost to the Company of such additional property, and stating what expenditures have been made therefor, together with a description thereof in reasonable detail and that the additional property, on account of which additional bonds are requested to be certified, has not been acquired in whole or in part with the bonds or the proceeds thereof referred to in subdivision (a) of this Section, and has not been included in whole or in part in any preceding certificate made the basis of the certification or issuance of bonds hereunder, and that the bonds called for by said certificate or order are not on account of any expenditures made out of any insurance money or out of the proceeds of the sale of any of the mortgaged property, and that renewals or substitutions for previously existing property have been treated as additions only so far as the actual reasonable cost of such renewals or substitutions exceeded the actual reasonable cost when new of the things renewed or substituted for, and that in no case has any expense for maintenance or renewal (which is the proper practice of companies carrying on a similar business are charged to operating expenses) been treated as additional property, and that nothing has been treated as an addition which, with proper regard to the nature and condition of the properties ought to have been considered as a replacement, repair, offset to depreciation or other operating expense.

(3) A certificate signed by a timber estimator satisfactory to and approved by F.A.Brewer & Co. and by the Trustees, stating in reasonable detail, the amount of timber upon any additional lands on account of which bonds are requested to be certified, which estimate shall be accompanied by timber estimates in the form similar to the timber estimates hereinafter referred to on account of which payments are to be made into the sinking fund and filed with the Trustees.

(4) An opinion signed by counsel satisfactory to the Trustees (who may be the counsel of the Company), stating that said additional property has been legally acquired by the company; that it has good marketable title thereto, and that the same is free from all liens, incumbrances, easements and reservations except as therein stated and said opinion shall also state that such additional property is subject to the lien of this Indenture perfected by such recording and filing and registration and assignments as is in his opinion so needed.

Section 8. In case the Company shall at any time hereafter acquire any property subject to any existing lien, the Company shall be entitled to have certified bonds under subdivision (c) of Section 7 of Article I aforesaid, equal at par to fifty per centum (50%) of the actual reasonable cost of such property if such lien were paid off and discharged, and bonds equal at par to the principal amount of any existing lien or