

bonds an amount sufficient to reimburse the Company for the expense incurred by it in the issue thereof.

ARTICLE 11.

Issue and Certification of Bonds.

Section 1. The aggregate amount of all bonds which may be issued and outstanding under this indenture shall never at any one time exceed the principal sum of ten million (10,000,000) dollars.

Section two. Three million (3,000,000) dollars in face value of said bonds shall be forthwith executed by the Company, and be certified by the Trustee, who shall deliver the same upon the order of the Company signed by its President or Vice President, to be used for the present needs and purposes of the Company. Said bonds so to be executed forthwith shall consist of thirty thousand (30,000) dollars ~~in face value~~ of bonds of the denomination of one hundred (100) dollars each, numbered C1 to C300, inclusive; and three hundred thousand (300,000) dollars in face value of bonds of the denomination of five hundred (500) dollars each, numbered D1 to D600 inclusive; and two million six hundred and seventy thousand (2,670,000) dollars in face value of bonds of the denomination of one thousand (1,000) dollars each, numbered M1 to M2670 inclusive; and shall all bear interest ~~from their date~~ ⁽⁶⁾ until paid at the rate of six per cent, per annum, payable semi-annually.

Section 3. Seven hundred and fifty thousand (750,000) dollars in face value of bonds secured hereby bearing such numbers and denominations as the Company may specify and bearing interest from their date until paid at the rate of six (6) per cent. per annum, payable semi-annually; shall be executed by the Company and shall be certified and delivered from time to time by the Trustee upon receipt of a certified copy of resolution of the Company's Board of Trustees requesting such certification and delivery and also upon receipt by the Trustee of a report or reports signed by the President or a Vice President and by the Treasurer or chief accounting officer of the Company, setting forth in detail the amount of net earnings of the Company, and showing that the net earnings (as herein defined) of the Company derived from its plants and operative properties for the period of twelve (12) consecutive months ending not more than sixty (60) days prior to the receipt by the Trustee of such application for the certification and delivery of bonds shall have been at least one and two-thirds (1 2-3) times the combined annual interest charges on (1) all bonds then issued and outstanding under this indenture (2) all bonds secured by any underlying mortgage on property hereafter acquired, and (3) all bonds the certification of which is so applied for. For the purpose of any report required by this article the plants of the Company shall be deemed and treated as commencing their actual operation on July 1, 1914.

Section 4. The remaining six million two hundred and fifty thousand (6,250,000) dollars in face value of said bonds secured hereby, bearing such numbers and denominations and rates of interest (not exceeding six (6) per cent. per annum, payable semi-annually) as the Company may specify, shall be executed by the Company and shall be certified and delivered from time to time by the Trustee upon the written order of the Company to an amount or amounts in face value not exceeding in the aggregate eighty (80) per cent. of the actual and reasonable expenditures made by the Company for extensions of and additions to its plants, properties and equipment as the same existed on March 1, 1915, over and above the sum of two hundred and fifty thousand (250,000) dollars, which sum the Company covenants has been or will be expended for such extensions and additions made subsequent to March 1, 1915, and on which this indenture shall be a