

Board duly convened and held on the 13th day of June, 1912, did by unanimous vote authorize and direct the issue, under the regulations and restrictions herein mentioned, of ten thousand (10,000) bonds of the ELECTRIC COMPANY, each in the sum of one thousand dollars (\$1000.00), and numbered consecutively from one (1) to ten thousand (10,000), both inclusive, and to be known as its First Mortgage, Five Per Cent., Thirty Year Sinking Fund Gold Bonds, and bearing interest at the rate of five per cent. (5%) per annum, interest payable semi-annually on the first day of January and the first day of July of each year, beginning January first, 1913, the bonds to be dated July first, 1912, and to mature on the first day of July, 1942, each of said bonds being for the principal sum of one thousand dollars (\$1,000.00) both principal and interest being payable in Gold Coin of the United States of America of or equal to the present standard of weight and fineness, and without deduction for any tax or taxes which the ELECTRIC COMPANY may be required or permitted to pay thereon or retain therefrom under any present or future law; the aggregate principal amount of said bonds not to exceed the principal sum of ten million dollars (\$10,000,000.00) at any one time outstanding, and all of said bonds so to be issued equally and without preference of one bond over another, and to be secured by this mortgage to the ANGLO-CALIFORNIA TRUST COMPANY, as Trustee, to be dated July first, 1912, and to be known as the First Mortgage of the ELECTRIC COMPANY, and to cover all property hereinafter described, and all other property of whatever nature, kind or description now owned by and all property which may hereafter be acquired by said ELECTRIC COMPANY, and did authorize the President and Secretary of said ELECTRIC COMPANY to affix the corporate name and seal to this mortgage and to the said ten thousand (10,000) bonds, and did authorize the signature of the Secretary to be lithographed upon the coupons attached to said bonds;

AND, WHEREAS, the form of the coupon bonds to be issued as evidence of said bonded indebtedness, was, by order of the Board of Trustees of said ELECTRIC COMPANY, at said meeting, directed to be substantially as follows, to wit:

FORM OF BOND

UNITED STATES OF AMERICA
STATE OF CALIFORNIA
No. _____

\$1,000.
First Mortgage
Five Per Cent. (5%)

\$1,000.
Thirty Year
Sinking Fund
Gold Bond

NORTHWESTERN ELECTRIC COMPANY

NORTHWESTERN ELECTRIC COMPANY is indebted to and promises to pay to the bearer hereof the sum of One Thousand Dollars in Gold Coin of the United States of America, of or equal to the present standard of weight and fineness, on the first day of July in the year 1942, at the office of ANGLO-CALIFORNIA TRUST COMPANY, in the City and County of San Francisco, State of California, with interest thereon, payable in like Gold Coin, at the rate of five per cent. per annum from the first day of July, 1912, payable thereafter semi-annually, at the said office of ANGLO-CALIFORNIA TRUST COMPANY on the First day of January and on the First day of July of each year and until this bond shall have been fully paid, but only on presentation and surrender, as they severally mature, of the interest coupons hereto annexed.

In case default shall be made in the payment of any semi-annual installment of interest on this bond when the same shall become due, and such installment shall remain unpaid for six months, the principal of this bond may become due and payable in the manner provided in the mortgage hereinafter mentioned.

After the first day of July, 1913, this bond may be redeemed by the NORTHWESTERN ELECTRIC COMPANY by payment of the face value hereof and accrued interest, with a bonus of fifty (50) dollars upon any semi-annual interest day, upon sixty days notice given as