

(20TH) DAY OF EACH MONTH, BEGINNING WITH JULY 20, 1923, AND SO LONG AS ANY OF THE BONDS HEREBY SECURED SHALL BE OUTSTANDING AND UNPAID, PAY TO THE TRUSTEE AT ITS OFFICE IN RED WING, MINNESOTA, AS A SINKING FUND, A SUM OF MONEY EQUAL TO TWO DOLLARS AND FIFTY CENTS A THOUSAND FEET, LOG SCALE, FOR ALL TIMBER CUT FROM THE LAND HEREIN DESCRIBED, AND SCALED, SOLD OR REMOVED DURING THE MONTH PRECEDING, AS SHOWN BY THE SWORN STATEMENT OF THE MORTGAGOR FURNISHED TO THE TRUSTEE UNDER THE PROVISIONS OF SECTION 8, ARTICLE III, OF THIS INDENTURE, WHICH SHALL HOLD SAID SUMS SO PAID OVER TO IT AND PLACE THE SAME TO THE CREDIT OF THE TRUSTEE, AS A SINKING FUND, TO BE DISPOSED OF AS HEREINAFTER PROVIDED, AND SAID MORTGAGOR SHALL BE PERMITTED TO CUT AND REMOVE TIMBER AND OTHER FOREST PRODUCTS FROM THE LAND DESCRIBED HEREIN SO LONG AS SAID PAYMENTS ARE MADE WHEN DUE. SAID TRUSTEE SHALL NOT BE RESPONSIBLE FOR ANY PART OF THE SINKING FUND NOT ACTUALLY PAID OVER TO IT.

SECTION 2. SAID TRUSTEE, SHALL, WHENEVER REQUESTED IN WRITING, PROMPTLY FURNISH TO SAID WILLIAM H. PUTNAM, AT RED WING, MINNESOTA, A CERTIFICATE OR CERTIFICATES IN FORM SATISFACTORY TO HIM, SHOWING THE AMOUNT OF MONEY SO PAID OVER BY SAID MORTGAGOR AND SO HELD TO THE CREDIT OF THE TRUSTEE, AND SAID SINKING FUND. THE TRUSTEE WILL ALLOW INTEREST ON SAID SINKING FUND AT THE RATE AND IN ACCORDANCE WITH THE CUSTOM OF TRUST COMPANIES IN THE SAID CITY OF RED WING.

SECTION 3. ANNUALLY, ON THE FIFTEENTH (15TH) DAY OF NOVEMBER IN EACH YEAR, SAID TRUSTEE, SHALL SET APART SO MUCH OF THE MONEYS SO HELD AS A SINKING FUND AS AFORESAID AS SHALL SUFFICE TO PAY THE ANNUAL INSTALLMENTS OF THE PRINCIPAL OF SAID BONDS MATURING IMMEDIATELY AFTER SUCH DATE, AND IF SAID SINKING FUND MONEYS IN THE HANDS OF SAID TRUSTEE ON SUCH DATE OR DATES SHALL NOT SUFFICE TO PAY SAID ANNUAL INSTALLMENTS OF PRINCIPAL AS AFORESAID, THEN THE MORTGAGOR HEREBY AGREES TO DEPOSIT WITH SAID TRUSTEE TO THE CREDIT OF THE TRUSTEE, AND SAID SINKING FUND, AT LEAST TEN (10) DAYS BEFORE THE DATE OF MATURITY OF SUCH BONDS, THE AMOUNT OF ANY DEFICIENCY BETWEEN THE AMOUNT OF THE SINKING FUND AND THE AGGREGATE AMOUNT OF THE PRINCIPAL OF SAID BONDS MATURING ON SAID DATE.

SECTION 4. IF THERE IS OR WILL BE IN THE SINKING FUND ON DECEMBER 1, 1923, OR UPON ANY MATURITY DATE THEREAFTER, MONEYS MORE THAN SUFFICIENT TO PAY THE INSTALLMENTS OF PRINCIPAL OF SAID BONDS MATURING ON SUCH DATE, THEN THE MORTGAGOR MAY CALL FOR PAYMENT, BONDS OF THE SERIES AFORESAID IN THEIR NUMERICAL ORDER, AT PAR, ACCRUED INTEREST AND ONE (1) PER CENT. PREMIUM, IN THE SAME MANNER AND UPON THE SAME NOTICE AS SET FORTH IN ARTICLE VI OF THIS INDENTURE.

SECTION 5. IT IS UNDERSTOOD, HOWEVER, THAT THE MORTGAGOR SHALL PAY OUT OF THE FUNDS OTHERWISE PROVIDED BY IT THE INTEREST FROM TIME TO TIME ACCRUING UPON ITS SAID BONDS, AND THAT NO INTEREST SHALL BE PAID OUT OF SAID SINKING FUND.

SECTION 6. IN THE EVENT OF DEFAULT ON THE PART OF THE MORTGAGOR IN KEEPING OR PERFORMING ANY OF THE COVENANTS OR AGREEMENTS HEREIN CONTAINED BY IT TO BE KEPT AND PERFORMED, ON ACCOUNT OF WHICH DEFAULT OR DEFAULTS ANY ACTION MAY BE TAKEN BY THE TRUSTEE OR BONDHOLDERS HEREUNDER, UNDER THE RIGHTS RESERVED TO THEM IN ARTICLE X OF THIS INDENTURE, THEN ALL SINKING FUND MONEYS THEN IN THE HANDS OF THE TRUSTEE, SHALL BE USED AND APPLIED BY SAID TRUSTEE, AS A PORTION OF THE RENTS, ISSUES AND PROFITS OF SAID MORTGAGED AND PLEDGED PREMISES AND PROPERTY, UNDER THE TERMS AND CONDITIONS SET FORTH IN SAID ARTICLE X.

SECTION 7. SUBJECT TO THE PROVISIONS OF SECTION 5, ARTICLE III, OF THIS INDENTURE, ANY OTHER MONEYS RECEIVED BY THE TRUSTEE UNDER ANY OF THE PROVISIONS HEREOF,