

THEY OR IT SHALL BE UNDER NO OBLIGATION TO GRANT THE APPLICATION. IF, AFTER SUCH EXAMINATION OR OTHER INQUIRY, THE TRUSTEES OR THE CORPORATE TRUSTEE SHALL DETERMINE TO GRANT THE APPLICATION, THEY OR IT SHALL NOT BE LIABLE FOR ANY ACTION TAKEN IN GOOD FAITH. THE REASONABLE EXPENSES OF EVERY SUCH EXAMINATION SHALL BE PAID BY THE COMPANY, OR IF PAID BY THE TRUSTEES OR THE CORPORATE TRUSTEE SHALL BE REPAID BY THE COMPANY, UPON DEMAND, WITH INTEREST AT THE RATE OF 6% PER ANNUM, AND UNTIL SUCH REPAYMENT SHALL BE SECURED BY A LIEN ON THE MORTGAGED PROPERTY AND THE PROCEEDS THEREOF PRIOR TO THE LIEN OF THE BONDS AND COUPONS.

## ARTICLE TWO.

### THE BONDS

SECTION 3. THE AGGREGATE PRINCIPAL AMOUNT OF BONDS WHICH MAY BE AUTHENTICATED AND DELIVERED UNDER THIS INDENTURE IS NOT LIMITED, EXCEPT AS HEREINAFTER IN ARTICLES THREE, FOUR, FIVE, SIX AND SEVEN HEREOF PROVIDED. THE POWER OF THE COMPANY TO ISSUE BONDS HEREUNDER SHALL NOT BE EXHAUSTED BY ANY ISSUE, BUT MAY BE EXERCISED FROM TIME TO TIME WHENEVER BONDS MAY BE AUTHENTICATED AND DELIVERED IN ACCORDANCE WITH THE PROVISIONS OF SAID ARTICLES THREE, FOUR, FIVE, SIX AND SEVEN; AND THIS INDENTURE SHALL BE AND CONSTITUTE A CONTINUING LIEN TO SECURE THE FULL AND FINAL PAYMENT OF THE PRINCIPAL OF AND INTEREST ON ALL BONDS WHICH MAY, FROM TIME TO TIME, BE EXECUTED, AUTHENTICATED AND DELIVERED HEREUNDER, AND ISSUED BY THE COMPANY.

SECTION 4. THE BONDS ISSUABLE UNDER THIS INDENTURE MAY BE ISSUED IN SERIES AS FROM TIME TO TIME SHALL BE AUTHORIZED BY THE BOARD OF DIRECTORS OF THE COMPANY; AND MAY BE ISSUED EITHER AS COUPON BONDS OR AS REGISTERED BONDS WITHOUT COUPONS.

SECTION 5. THE BONDS OF ALL SERIES SHALL BE KNOWN AND ENTITLED GENERALLY AS THE "FIRST MORTGAGE GOLD BONDS" OF THE COMPANY. WITH RESPECT TO THE BONDS OF ANY PARTICULAR SERIES, THE COMPANY MAY ADD TO OR INCORPORATE IN THE GENERAL TITLE OF SUCH BONDS AS THE SAME MAY APPEAR IN THE HEADING THEREOF, AND IN THE COUPONS THERETO ATTACHED, THE RATE OF INTEREST BORNE BY THE BONDS OF SUCH SERIES, THE MATURITY DATE AND/OR ANY OTHER WORDS OR FIGURES DESCRIPTIVE THEREOF OR OF THE SECURITY THEREFOR OR DISTINCTIVE OR DEFINITIVE<sup>IVE</sup> OF SUCH SERIES, AS THE BOARD OF DIRECTORS OF THE COMPANY MAY DETERMINE.

SECTION 6. THE BONDS OF EACH SERIES AND THE COUPONS TO BE ATTACHED TO THE COUPON BONDS SHALL BE SUBSTANTIALLY OF THE FORMS HEREINBEFORE RECITED, WITH SUCH OMISSIONS, VARIATIONS AND INSERTIONS AS ARE PERMITTED BY THE TERMS OF THIS INDENTURE, AND MAY HAVE SUCH LETTERS, NUMBERS OR OTHER MARKS OF IDENTIFICATION OR DESIGNATION AND SUCH LEGENDS OR ENDORSEMENTS PRINTED, LITHOGRAPHED OR ENGRAVED THEREON, AS MAY BE REQUIRED TO COMPLY WITH THE RULES OF ANY EXCHANGE OR TO CONFORM TO USAGE IN RESPECT THEREOF, OR AS MAY, CONSISTENTLY WITH THE PROVISIONS HEREOF, BE DESIRED BY THE BOARD OF DIRECTORS OF THE COMPANY. THE GENERAL FORM OF THE BONDS OF EACH SERIES (EXCEPT THE INITIAL SERIES) ISSUED HEREUNDER SHALL BE ESTABLISHED BY A RESOLUTION OF THE BOARD OR AN INDENTURE SUPPLEMENTAL HERETO DELIVERED TO THE CORPORATE TRUSTEE. THE BONDS OF EACH SERIES SHALL BE DISTINGUISHED FROM THE BONDS OF OTHER SERIES IN SUCH MANNER, EITHER BY A SERIAL DESIGNATION AND/OR IN THE TITLE OF THE BONDS OF SUCH SERIES AND/OR OTHERWISE, AS THE BOARD OF DIRECTORS OF THE COMPANY MAY DETERMINE. EACH SERIES OF BONDS, EXCEPT THE INITIAL SERIES, SHALL BE CREATED BY A RESOLUTION OF THE BOARD OR AN INDENTURE SUPPLEMENTAL HERETO AUTHORIZED BY LIKE RESOLUTION.

THE BONDS OF EACH SERIES (OTHER THAN THE INITIAL SERIES, AS TO WHICH SPECIFIC PROVISION IS HEREINAFTER MADE IN SECTION 15 HEREOF) SHALL BEAR SUCH DATE OR DATES,