

JOHNSON-COX COMPANY, PRINTERS, TACOMA— 42356

of Directors, shall specify the descriptive title of the bonds (which shall contain the words "Mortgage Bond"), the designation of the series, the rate of interest to be borne by the bonds of that series, the date or dates of maturity, the dates for the payment of interest, and a place for the payment of principal and interest. Subject to the provisions of Section 21 hereof with respect to the 5% Series due 1955, any series of bonds may also contain such provisions as the Board of Directors may, in their discretion, cause to be inserted therein:

(a) specifying any additional place or places, either in the United States of America or elsewhere, for the payment of principal and/or interest and/or a place or places for the registration of bonds and/or the transfer of bonds; any currency or currencies in which the principal and/or interest shall be payable, whether of the United States of America or of any foreign country or countries; and any fixed rate or rates of exchange with respect to the principal of or interest on bonds payable in any foreign currency or currencies;

(b) expressing any obligation of the Company for the payment of the principal of the bonds of that series and/or the premium and/or the interest thereon, without deduction for taxes and/or for the reimbursement of taxes. In case of payment by the bondholders, it being agreed that such obligation may be limited to taxes imposed by any taxing authorities of a specified class and may exclude from its operation or be limited to any specified tax or taxes or any portion thereof; and/or expressing any obligation of the Company for the creation of a sinking fund for bonds of that series, and/or expressing any obligation of the Company to permit the conversion of bonds of that series into capital stock of the Company of any designated class or classes;

(c) permitting the bondholders to make, at a specified place or places, any or all of the following exchanges, viz., exchanges of coupon bonds for fully registered bonds; exchanges of fully registered bonds for coupon bonds; exchanges of fully registered bonds for coupon bonds, exchanges of coupon bonds for coupon bonds of other denominations; exchanges of fully registered bonds for fully registered bonds of other denominations; and exchanges of bonds of one series for bonds of another series; and such privilege of exchange may in any case be made subject to such conditions, limitations or restrictions as the Board of Directors may determine and the privilege of exchange may in any case be conferred upon the holders of bonds of one or more denominations and withheld from the holders of bonds of other denominations of the same series and may in any case be conferred on the holders of fully registered bonds and withheld from the holders of coupon bonds or vice versa;

(d) reserving to the Company the right to redeem all or any part of the bonds of that series before maturity at a time or times and at a redemption price or prices to be specified in the form of bond; and/or

(e) in any other respect expressing or referring to the terms and conditions upon which such bonds are to be issued and/or secured under this Indenture.

Section 11. Any series of bonds may be executed, authenticated and delivered originally as coupon bonds and/or as fully registered bonds of such denomination or