

MORTGAGE RECORD T  
SKAMANIA COUNTY, WASHINGTON

or any individual or co-partnership to operate any of its, their or his property remaining subject to the lien of this Indenture.

In case the release of property is, in whole or in part, based upon the acquisition or construction of property additions and/or subsidiary property additions (as permitted under clause (d) of subdivision (4) of this Section 75) or the right to the authentication and delivery of bonds (as permitted under clause (b) of subdivision (4) of this Section 75) upon the basis of property additions and/or subsidiary property additions, the Corporate Trustee shall also be furnished with such certificates and opinions with respect to such property additions and/or subsidiary property additions, as the case may be, and such instruments and other papers as are required under the provisions of Section 31 hereof with respect to the authentication and delivery of bonds upon the basis of such property additions and/or subsidiary property additions, as the case may be, exclusive of the resolution and certificates required by subdivisions (1), (2) and (6) of said Section 31 and such parts of the opinion described in subdivision (7) of said Section 31 as relate solely to the authorization of the issuance of bonds of the Company by governmental authorities and by the Company. Such property additions and such subsidiary property additions shall comply with all the requirements, conditions, provisions and limitations of Sections 26, 27, 28 and 30 hereof, as fully to all intents and purposes as if such property additions and such subsidiary property additions respectively, were made the basis of an application for the authentication of bonds thereon in principal amounts equivalent to seventy-five per centum (75%) (a) of the cost of fair value to the Company (whichever is less) and/or (b) of the cost or fair value to any other corporation or any individual or co-partnership subjecting such property additions to the lien of this Indenture (whichever is less) and/or (c) of the cost or fair value to a subsidiary company (whichever is less), as shown by the engineer's certificate in subdivision (3) of Section 31 hereof provided for.

In the event of the release of all of the shares of stock together with all indebtedness of a subsidiary company, as aforesaid, pursuant to the provisions of this Section 75 the cash, obligations and other property used as the basis of such release (including such used under clause (b) of subdivision (4) of this Section) shall, upon such release, become funded cash and/or funded property, as the case may be, to the extent, and to the extent only, that the property of such subsidiary company was funded property just prior to such release. Upon any such release the full value of such indebtedness and the full value of all the shares of stock of such subsidiary company subject to the lien hereof shall be stated in the engineer's certificates provided for in subdivision (3) above.

Any bonds issued under this Indenture deposited with the Corporate Trustee, pursuant to the provisions of this Section, shall forthwith be canceled by the Corporate Trustee and upon the request of the Company the Corporate Trustee shall cremate the same and deliver to the Company a certificate of such cremation, and any prior lien bonds deposited with the Corporate Trustee pursuant to the provisions of this Section shall be held by the Corporate Trustee subject to the provisions of Article IX hereof and any moneys and/or purchase money obligations and/or other property and/or the proceeds of any thereof and/or substitutes therefor received by the Trustees under this Section 75 shall be held as part of the mortgaged and pledged property and such moneys and/or purchase money obligations shall be paid over, withdrawn, used or applied, in the manner, to the extent, and for the purposes and subject to the conditions provided in Section 77 hereof.

The Company may at any time cause any subsidiary company to subject to any subsidiary property additions (which were not just prior to such subjection funded property) to the lien of any prior lien in order to secure releases of property or withdrawals of cash held