

MORTGAGE RECORD U

SKAMANIA COUNTY, WASHINGTON

redeeming the bonds so called for redemption and for no other purpose.

Section 6. If on the 20th day of December in any year hereafter there shall be on deposit with the Corporate Trustee, to the credit of the sinking fund, \$3,500 or more, the moneys in such fund shall forthwith be applied by the Corporate Trustee to the redemption of bonds of the 4 $\frac{1}{2}$ % Series, due 1958, or of any subsequent issue or series, at the sinking fund redemption price thereof in the manner and with the effect otherwise prescribed in Article IV hereof.

Section 7. All bonds of the 4 $\frac{1}{2}$ % Series, due 1958, or of any subsequent issue or series purchased and acquired by the Company or the Corporate Trustee or redeemed through the sinking fund, all as provided in this Article V, shall be cancelled by the Corporate Trustee and shall not again be reissued.

Section 8. All expenses incurred by the Corporate Trustee under this Article shall be paid by the Company and upon all moneys held in the sinking fund, if permitted by existing laws, the Corporate Trustee shall allow and pay to the Company interest at such rate as shall from time to time be agreed upon by the Company and the Corporate Trustee.

ARTICLE VI POSSESSION, USE AND RELEASE OF MORTGAGED PROPERTY

Section 1. Unless the Company shall be in default as provided in Section 1 of Article VII hereof, the Company shall be suffered and permitted fully to possess, use, enjoy, manage and control the trust estate and the properties, rights, privileges and franchises comprising the same, with power, in the ordinary course of business, freely and without let or hindrance on the part of the Trustees or of the bondholders, to receive, take, use, enjoy and dispose of the tolls, rents, issues, income and profits thereof; to use and consume supplies, stores, materials, tools and appliances; to modify, terminate or make substitution for its contracts, rights, permits, privileges and franchises; to change the location of its exchanges, pole lines, cables, structures and equipment, all in the same manner and with the same effect as if this indenture had not been made.

The Company may at all times, and from time to time so long as it shall remain in possession of the trust estate, sell or otherwise dispose of, free from the lien of this indenture and without any release by the Trustee, any machinery, equipment, tools or implements, when obsolete, worn-out or unnecessary for the purposes of the Company, upon replacing the same with new machinery, equipment, tools or implements, or substituting for the same other property (in such manner as to subject the same to the lien hereof) of a cost at least equal to the cost less depreciation of those so disposed of, and the Company covenants and agrees to make such replacements and substitutions from time to time as required by the provisions of this Section.

Section 2. Subject to the provisions of Section 6 of this Article VI, the Company may at any time and from time to time sell, abandon or otherwise dispose of any other property of the Company which shall be subject to the lien of this indenture and the Trustee shall release the same from the lien hereof upon receipt by the Trustee of the following:

(1) A copy of a resolution of the board of directors of the Company requesting such release;

(2) A certificate signed by the President or Vice-President of the Company and by an engineer selected by the Company and satisfactory to the Corporate Trustee, who may be an engineer of the Company (except that, when the book value of the property to be released shall be in excess of One Hundred Thousand Dollars (\$100,000.00), then such engineer shall be an independent engineer), made and dated not more than ninety days prior to the delivery to the Corporate Trustee of such certificates, stating in substance as follows: