

MORTGAGE RECORD U

SKAMANIA COUNTY, WASHINGTON

Section 1. That it will duly and punctually pay the principal of and interest on all the bonds outstanding hereunder and secured hereby in legal tender money of the United States of America, and will also pay in like money interest at the rate expressed in said bonds on all overdue principal and/or installments of interest in respect of each bond hereby secured.

Section 2. That in order to prevent any accumulation of coupons after maturity, the Company will not, directly or indirectly, extend or assent to the extension of the time for payment of any coupon upon any bond secured hereby, and that it will not, directly or indirectly, be a party to or approve any such arrangement by purchasing or funding any such coupon, or in any other manner. In case the time for payment of any such coupon shall be so extended whether or not such extension be by or with the assent of the Company, such coupon shall not be entitled, in case of default hereunder, to ^{the} benefit or security of this Indenture, except subject to the prior payment in full of the principal of all bonds issued hereunder then outstanding and of all matured coupons on such bonds, the payment of which has not been so extended, and interest thereon; provided, however, that the Corporate Trustee, when it has no knowledge of a violation of the provisions of this Section on the part of the Company, shall not be liable or responsible for paying any such coupon contrary to this provision.

Section 3. That it is well seized of the property herein mortgaged and pledged and has good and indefeasible title to the same, subject only to current taxes, not delinquent, that it has good right, full power and lawful authority to GRANT, BARGAIN, SELL and ASSIGN and to CONVEY, MORTGAGE and PLEDGE the same in the manner and form herein done or intended to be done; and that it forever will WARRANT and DEFEND the title to the same to the Trustees against the claims of all persons whomsoever.

Section 4. That it will keep an agency (approved by the Corporate Trustee) while any of the bonds issued hereunder are outstanding, at any and all places in which the principal and interest of any of said bonds shall be payable, where notices, presentation and demands to or upon the Company in respect of said bonds or coupons or this Indenture may be given or made, and for the payment of the principal thereof and interest thereon. The Company will from time to time give the Corporate Trustee written notice of the location of such agency or agencies, and, in case the Company shall fail to maintain such agency or agencies, or to give the Corporate Trustee written notice of the location thereof, any such notice, presentation or demand in respect of said bonds or coupons or this Indenture may be given or made, unless other provisions is expressly made herein, to or upon the Corporate Trustee at its principal office at San Francisco, California, and the Company hereby authorizes such presentation and demand to be made to, and such notice to be served on, the Corporate Trustee in such event.

Section 5. That it will pay all taxes and assessments lawfully levied or assessed upon the mortgaged and pledged property, or upon any part thereof, or upon any income therefrom, or upon the interest of the Trustees in the mortgaged and pledged property when the same shall become due, and will duly observe and conform to all valid requirements of any governmental authority relative to any of the mortgaged and pledged property, and all covenants, terms and conditions upon or under which any of the mortgaged and pledged property is held; that, except as herein otherwise provided, it will not suffer any lien (other than the lien for taxes, assessments or other governmental charges not delinquent) to be hereafter created or exist upon the mortgaged and pledged property, whether now owned or hereafter acquired, or any part thereof, or the income therefrom prior to the lien