

of June, 1971, the principal sum of _____ Dollars (\$_____) and to pay interest thereon from June 1, 1941, at the rate of three and seven-eighths per centum ($3 \frac{7}{8}\%$) per annum payable semi-annually on the first day of June and the first day of December in each year until said principal sum is paid, but until maturity hereof, only upon the presentation and surrender of the interest coupons hereto appertaining as they severally become due. Both the principal of and the interest on this bond shall be payable at the office of Peoples National Bank of Washington in Seattle, in the City of Seattle, Washington, or its successor in the trust hereinafter referred to, or at the option of the holder or registered owner hereof, at The First National Bank in the City of Chicago, Illinois, in lawful money of the United States of America.

This bond is one of a duly authorized issue of First Mortgage Bonds of the Company limited as to aggregate principal amount as set forth in the Indenture hereinafter referred to, issuable in series, and is one of a series known as First Mortgage Bonds, Series A, $3 \frac{7}{8}\%$, all bonds of all series being issued and to be issued under and pursuant to and all equally secured (except as any sinking or other analogous fund, established in accordance with the provisions of the Indenture, hereinafter mentioned, may afford additional security for the bonds of any particular series) by an indenture of mortgage and deed of trust dated as of May 1, 1941 (herein called the Indenture) duly executed and delivered by the Company to Peoples National Bank of Washington in Seattle and E. L. Blaine, Jr., as Trustees (the term "Trustee" where used herein referring to said Peoples National Bank of Washington in Seattle, or its successors in said trust) to which Indenture and to all indentures supplemental thereto reference is hereby made for a description of the property transferred, assigned and mortgaged thereunder, the nature and extent of the security, the terms and conditions upon which the bonds are secured and additional bonds may be issued and secured, and the rights of the holders or registered owners of said bonds, of the Trustee and of the Company in respect to such security. Subsequent series of said bonds may vary as to date, date of maturity, rate of interest and in other ways as in said Indenture provided or permitted.

This bond may be redeemed at the option of the Company at any time prior to maturity at the principal amount hereof plus accrued interest hereon to the date of such redemption, plus premiums equal to the following percentages of the principal amount hereof: If redeemed on or before June 1, 1942, 10%, if redeemed thereafter and on or before June 1, 1943, $9 \frac{2}{3}\%$, if redeemed thereafter and on or before June 1, 1944, $9 \frac{1}{3}\%$, if redeemed thereafter and on or before June 1, 1945, 9%, if redeemed thereafter and on or before June 1, 1946, $8 \frac{2}{3}\%$, if redeemed thereafter and on or before June 1, 1947, $8 \frac{1}{3}\%$, if redeemed thereafter and on or before June 1, 1948, 8%, if redeemed thereafter and on or before June 1, 1949, $7 \frac{2}{3}\%$, if redeemed thereafter and on or before June 1, 1950, $7 \frac{1}{3}\%$, if redeemed thereafter and on or before June 1, 1951, 7%, if redeemed thereafter and on or before June 1, 1952, $6 \frac{2}{3}\%$, if redeemed thereafter and on or before June 1, 1953, $6 \frac{1}{3}\%$, if redeemed thereafter and on or before June 1, 1954, 6%, if redeemed thereafter and on or before June 1, 1955, $5 \frac{2}{3}\%$, if redeemed thereafter and on or before June 1, 1956, $5 \frac{1}{3}\%$, if redeemed thereafter and on or before June 1, 1957, 5%, if redeemed thereafter and on or before June 1, 1958, $4 \frac{2}{3}\%$, if redeemed thereafter and on or before June 1, 1959, $4 \frac{1}{3}\%$, if redeemed thereafter and on or before June 1, 1960, 4%, if redeemed thereafter and on or before June 1, 1961, $3 \frac{2}{3}\%$, if redeemed thereafter and on or before June 1, 1962, $3 \frac{1}{3}\%$, if redeemed thereafter and on or before June 1, 1963, 3%, if redeemed thereafter and on or before June 1, 1964, $2 \frac{2}{3}\%$, if redeemed thereafter and on or before June 1, 1965, $2 \frac{1}{3}\%$, if redeemed thereafter and on or before June 1, 1966, 2%