

interest is payable upon bonds of that series, in which event it shall bear the date borne by the coupon bonds of that series. Each such registered bond without coupons shall bear interest from the date thereof. As between bonds of different series there may be such appropriate differences, authorized or permitted by this Indenture, as may be determined by the Board of Directors of the Company at or before the creation of such series. The Board of Directors of the Company may, at the time of the creation of any series, or at any time thereafter, limit the maximum principal amount of bonds of such series which may be issued and an appropriate insertion in respect of such limitation may, but need not, be made in the bonds of such series. The bonds of each series shall bear the appropriate designation of their respective series and shall be appropriately numbered.

Section 5. The bonds of each series shall be of such denomination or denominations, interchangeable as between denominations or not so interchangeable, as shall be determined by the Board of Directors of the Company at the time such series is created. The bonds of each series, other than bonds of Series A, shall be payable on such date or dates as may be fixed by the Board of Directors of the Company at the time the series is created. Every "order of the Company" calling for the authentication and delivery of bonds shall specify the denomination and series, permitted by the terms of the Indenture, in which the bonds shall be issued and authenticated.

All bonds shall be payable as to principal and interest in lawful money of the United States of America.

Section 6. The supplemental indenture creating each series of bonds (other than Series A) shall provide that so long as any Series A bonds remain "outstanding hereunder" the Company will annually on the anniversary date of the supplemental indenture creating such series effect the retirement of an aggregate principal amount of bonds of such series equal to one per cent (1%) of the total aggregate principal amount of bonds of such series authenticated and delivered up to and including the first day of the month next preceding such anniversary date (exclusive of any bonds of such series in exchange or substitution for which other bonds of such series may have been authenticated and delivered under the provisions of Sections 10, 12 and 13 of Article Two and Section 6 of Article Seven, and any provision of such supplemental indenture permitting the exchange of registered bonds for coupon bonds or coupon bonds for registered bonds of such series).

Such retirement may be effected by either the payment to the Trustee on or before the first day of the month next preceding such anniversary date of moneys sufficient to redeem (in the case of bonds having serial maturities, to pay) upon such anniversary date such aggregate principal amount of bonds of such series or by the delivery to the Trustee for cancellation ^{on} or before the first day of the month next preceding such anniversary date of such aggregate principal amount of "available bonds" of such series, or in part by each such method.

Provido may, however, be inserted to the effect that the Company may on or before the first day of the calendar month next preceding such anniversary date in lieu of the deposit of moneys or of the delivery of available bonds as aforesaid certify to the Trustee in the manner provided in Section 3 of Article Three hereof "net bondable expenditures for property additions" made during a twelve (12) calendar months' period next preceding such certification equal to one and one-half (1½) times the aggregate principal amount of the bonds of such series which but for the provisions of this section would be required to be so retired.

Section 7. The bonds of each series other than Series A shall be created by an indenture supplemental hereto, dated as of the date borne by the initial issue of bonds of