

Section 1. It will well, duly and punctually pay, or cause to be paid, to every holder of any bond issued and secured hereunder, the principal and interest accruing thereon, at the dates and place and in the manner mentioned in such bonds, and in the coupons thereto belonging, according to the true intent and meaning thereof, without deduction from either principal or interest for any tax or taxes imposed by the United States, or any State or Municipality thereof, which the Railway Company may be required to pay or retain therefrom under or by reason of any present or future law. When and as paid, all coupons shall forthwith be canceled.

Upon presentation of any such coupon bond at its office or agency in the City of New York, on or after January 1, 1947, and on or after January 1, 1997, respectively, the Railway Company will cause to be attached to such bond, without expense to its holder, sheets of coupons representing the interest installments for the period of fifty years next ensuing, proper endorsement being made in each instance on the respective bonds that such new coupon sheets have been attached.

Sec. 2. All lines of railway and property of every kind, and all interest therein, when and as, and to the extent, hereafter acquired out of the Cash Fund under Section 3 of Article Eight hereof, or under any and other provision of this indenture, immediately upon, and subject to the terms and conditions of, such acquisition, and without any further conveyance or assignment, shall become and be subject to the lien of this indenture as fully and completely as though now owned by the Railway Company, and expressly and specifically conveyed by, and embraced in, the granting clauses of this indenture, but subject to said Prior Lien Mortgage, as aforesaid; but at any and all times the Railway Company will execute and deliver any and all such further assurances or conveyances thereof as the Trustee may reasonably direct or require, for the purpose of expressly and specifically subjecting the same to the lien of this indenture.

Sec. 3. Whenever demanded by the Trustee, the Railway Company will grant, convey, confirm, assign, transfer and set over unto the Trustee, all real and personal estate, corporate rights and franchises which, in any way or manner, it shall acquire as appurtenant to, or for use upon, any railroad or leasehold estate hereby mortgaged (including all railroads and leasehold estates which shall hereafter become subject to the lien of this mortgage), or any railroad of which any stocks/bonds are or shall be subject to the lien hereof; and it will also do, execute, acknowledge and deliver, or cause to be done, executed, acknowledged and delivered all and every such further acts, deeds, conveyances and transfers, and assurances in the law, for the better assuring, conveying and confirming unto the Trustee all and singular the hereditaments and premises, estate, and property hereby conveyed, or intended so to be, or which the Railway Company has herein covenanted and agreed hereafter to convey to the Trustee, as the Trustee shall reasonably require for better accomplishing the provisions and purposes of this indenture, and for securing payment of the principal and interest of the bonds intended to be hereby secured; and whenever demanded by the Trustee, the Railway Company will endeavor to procure from all companies, of which the capital stock or mortgage debt or any part of either is, or shall be, subject to the lien hereof, all conveyances or assurances in law necessary to bring under the lien of this indenture, but subject to said Prior Lien Mortgage, any and all property connected with or appurtenant to the property of any such company, constructed or acquired by use of any funds received pursuant to any provision hereof.

But nothing expressed or implied in this indenture is intended, or shall be construed, to limit the right or power of the Railway Company, hereby expressly reserved, by the use of its credit or <sup>in</sup> any manner, except by the use of funds received pursuant to any provision hereof, to construct or acquire other lines of railway, branches or extensions, or in-