

MORTGAGE RECORD—W

SKAMANIA COUNTY, WASHINGTON

YAKIMA BINDERY & PTO. CO., 187997

denominations, and all of the same series, having thereto attached all unmatured coupons, shall be surrendered for exchange for a coupon bond or bonds of the denomination of \$1,000, the Railway Company shall issue and the Trustee shall authenticate and deliver in exchange for the same, in like principal amount, a coupon bond or bonds of the denomination of \$1,000, which shall have thereto attached all unmatured coupons and shall be of the same said series.

Whenever bonds shall be issued hereunder as registered bonds without coupons, there shall be reserved by the Railway Company unissued, an aggregate principal amount of coupon bonds equal to the aggregate principal amount of the registered bonds without coupons so issued, and the serial numbers of such coupon bonds so reserved, together with an appropriate statement with respect to such reservations, shall be endorsed upon the issued registered bonds without coupons.

The registered bonds may be of the denomination of \$1,000/^{or} such multiples thereof as the Board of Directors, or Executive Committee of the Board of Directors, of the Railway Company, by resolution from time to time, may authorize, and the bonds of each such separate denomination, as issued, shall be numbered in such manner as the Railway Company, with the approval of the Trustee, may prescribe. The registered bonds shall respectively be dated the day of issue, and shall bear interest from the date thereof if the same be an interest date, and if the date thereof be not an interest date, said registered bond shall bear interest from the last preceding interest date. A registered bond of a denomination larger than \$1,000 may be subdivided into registered bonds of a denomination not less than \$1,000. Whenever a registered bond shall be surrendered for transfer or subdivision, the Railway Company shall issue and the Trustee shall authenticate and deliver, upon surrender and cancellation of the bond or bonds transferred or subdivided, a like principal amount of new registered bonds of a denomination not less than \$1,000, of the same series as the bonds so surrendered and cancelled. The holder of any registered bond may also exchange such bond, upon surrender and cancellation thereof, for coupon bonds of the denomination of \$1,000 of a like principal amount, having thereto attached all unmatured coupons, of the same series as the registered bond so surrendered and cancelled. Whenever any coupon bond or bonds of the denomination of \$1,000, together with all unmatured coupons thereto belonging, shall be surrendered for exchange for registered bonds, the Railway Company shall issue and the Trustee shall authenticate and deliver, in exchange for such coupon bond or bonds, a like principal amount of registered bonds of the same series as the coupon bond or bonds exchanged. For any exchange of coupon bonds for coupon bonds of another denomination, or of coupon bonds for registered bonds, or of registered bonds for coupon bonds, and for any transfer, consolidation or subdivision of registered bonds without coupons, the Railway Company, at its option, may require the payment of a sum sufficient to reimburse itself for any stamp tax or other governmental charge or other expense connected therewith, and also of the further sum of \$1.00 for each new bond issued upon such exchange or transfer.

Sec. 4. As to all registered bonds and all coupon bonds registered as to principal, the person in whose name the same shall be registered shall be deemed and regarded as the owner thereof, for all purposes of this indenture, and thereafter, when so registered, payment of or on account of the principal of such bond, if it be a registered coupon bond, and of the principal and interest, if it be a registered bond without coupons shall be made only to or upon the order in writing of such registered holder thereof, but such registration may be changed as above provided. All such payments shall be valid and effectual to satisfy and discharge the liability upon such bonds to the extent of the sum or sums so paid. The Railway Company and the Trustee may deem and treat the bearer