

MORTGAGE RECORD-W

375

SKAMANIA COUNTY, WASHINGTON

YAKIMA BINDERY & PTG CO. 187997

The Series N and O Bonds, substantially in the forms hereinbefore described, shall be issued and authenticated under and in accordance with the provisions of the Mortgage in principal amounts at any one time outstanding, except as otherwise provided in Section 6 of Article Two of the Mortgage, of not to exceed the following respectively: \$37,500,000 principal amount to be designated Series N Bonds, and \$37,500,000 principal amount to be designated Series O Bonds. The Series N Bonds will mature January 1, 1990, and will bear interest at the rate of 3 1/8% per annum payable January 1 and July 1 in each year until the principal sum is paid and if in coupon form will be dated July 1, 1945. The Series O Bonds will mature January 1, 2000, and will bear interest at the rate of 3 1/8% per annum payable January 1 and July 1 in each year until the principal sum is paid and if in coupon form will be dated July 1, 1945. The Series N and O Bonds will be issuable in coupon form in the denomination of \$1000, and will be registerable as to principal, and will be issuable in fully registered form in denominations of \$1,000, \$5,000, \$10,000, \$50,000, \$100,000 and any multiples of \$100,000, and in fully registered form will, as provided in the Mortgage, respectively be dated the day of issue and will bear interest from the date thereof if the same be an interest date and if the date thereof be not an interest date, said Bonds in fully registered form will bear interest from the last preceding interest date.

ARTICLE TWO

REDEMPTION OF SERIES N AND O BONDS

The Series N and O Bonds, in the case of each series, will be redeemable at the option of the Railway Company in whole or from time to time in any part thereof on any interest payment date prior to the maturity thereof in the manner and otherwise as provided in Article Four of the Mortgage as follows:

if redeemed otherwise than through the operation of the sinking fund
provided for in ARTICLE THREE hereof, at the following percentages of
principal amount:

For Series N Bonds

From	To	%
Jan. 1, 1946-Jan. 1, 1951.....	105	
Jan. 2, 1951-Jan. 1, 1955.....	104½	
Jan. 2, 1955-Jan. 1, 1959.....	104	
Jan. 2, 1959-Jan. 1, 1963.....	103½	
Jan. 2, 1963-Jan. 1, 1967.....	103	
Jan. 2, 1967-Jan. 1, 1971.....	102½	
Jan. 2, 1971-Jan. 1, 1975.....	102	
Jan. 2, 1975-Jan. 1, 1979.....	101½	
Jan. 2, 1979-Jan. 1, 1983.....	101	
Jan. 2, 1983-Jan. 1, 1987.....	100½	
Jan. 2, 1987-Jan. 1, 1990.....	100	

For Series O Bonds

From	To	%
Jan. 1, 1946-Jan. 1, 1952	104 43/8	
Jan. 2, 1952-Jan. 1, 1957.....	103 7/8	
Jan. 2, 1957-Jan. 1, 1962.....	103½	
Jan. 2, 1962-Jan. 1, 1967.....	103	
Jan. 2, 1967-Jan. 1, 1972.....	102 5/8	
Jan. 2, 1972-Jan. 1, 1977.....	102 1/8	
Jan. 2, 1977-Jan. 1, 1982.....	101 3/4	
Jan. 2, 1982-Jan. 1, 1987.....	101½	
Jan. 2, 1987-Jan. 1, 1992.....	100 7/8	
Jan. 2, 1992-Jan. 1, 1997.....	100 3/8	
Jan. 2, 1997-Jan. 1, 2000.....	100	

or, if redeemed at any time through the operation of the sinking fund
provided for in ARTICLE THREE hereof, at the following percentages of
principal amount:

For Series N Bonds

From	To	%
Jan. 1, 1946-Jan. 1, 1951.....	102	
Jan. 2, 1951-Jan. 1, 1955.....	101 3/4	
Jan. 2, 1955-Jan. 1, 1959.....	101 5/8	
Jan. 2, 1959-Jan. 1, 1963.....	101 3/8	
Jan. 2, 1963-Jan. 1, 1967.....	101 ¼	
Jan. 2, 1967-Jan. 1, 1971.....	101	
Jan. 2, 1971-Jan. 1, 1975.....	100 3/4	
Jan. 2, 1975-Jan. 1, 1979.....	100 5/8	
Jan. 2, 1979-Jan. 1, 1983.....	100 3/8	
Jan. 2, 1983-Jan. 1, 1987.....	100 ¼	
Jan. 2, 1987-Jan. 1, 1990.....	100	

For Series O Bonds

From	To	%
Jan. 1, 1946-Jan. 1, 1952.....	101 3/8	
Jan. 2, 1952-Jan. 1, 1957.....	101 ¼	
Jan. 2, 1957-Jan. 1, 1962.....	101 1/8	
Jan. 2, 1962-Jan. 1, 1967.....	101	
Jan. 2, 1967-Jan. 1, 1972.....	100 3/4	
Jan. 2, 1972-Jan. 1, 1977.....	100 5/8	
Jan. 2, 1977-Jan. 1, 1982.....	100 ½	
Jan. 2, 1982-Jan. 1, 1987.....	100 3/8	
Jan. 2, 1987-Jan. 1, 1992.....	100 ¼	
Jan. 2, 1992-Jan. 1, 1997.....	100 1/8	
Jan. 2, 1997-Jan. 1, 2000.....	100	

together in each case with interest accrued and unpaid to the designated date of redemption.