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 3/8
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	101¼
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	101¼
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	100¼
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	101¼
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	100½
Jan. 2, 1982	Jan. 1, 1987	100 3/8
Jan. 2, 1987	Jan. 1, 1992	100¼
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.