

SKAMANIA COUNTY, WASHINGTON

YAKIMA BINDERY & PTD. CO. 16787

(2) A certificate dated as of the date of the delivery of such bonds signed and verified by the President or a Vice-President and the Treasurer or an Assistant Treasurer of the Company stating that the Company is not in default hereunder;

(3) A net operating earnings certificate;

(4) If there be included in such certificate of net bondable expenditures for property additions any new gross expenditures, the following:

(i) An engineer's certificate dated as of the date of such certificate of net bondable expenditures for property additions (such engineer's certificate, if such certificate of net bondable expenditures for property additions includes any considerations other than cash or if the new property additions thereby acquired include purchased property, either to be an independent engineer's certificate or the statements therein contained with respect to such matters to be those of an independent engineer, the scope of whose signature and verification thereof may be limited to such matters)

(a) stating that the signer has examined and inspected such property additions and that their construction or acquisition was desirable from the standpoint of the Company and of the bondholders;

(b) setting forth their fair value as of the date of such certificate, after deducting proper depreciation, if any, and if such property additions include purchased property, deducting any portion thereof not useful in the conduct of the Company's business;

(c) setting forth, as of the date of such certificate, the market value or, if none, the fair value of any securities or other property included in such new gross expenditures;

(d) stating that the amount of such new gross expenditures included in said certificate of net expenditures for property additions does not exceed the fair market value of the property additions acquired thereby;

(e) if the opinion of counsel responsive to (ii) of this subparagraph (4) sets forth any permitted encumbrances stating that such permitted encumbrances do not impair the use of the property to which they pertain for the purposes for which such property is held by the Company;

(ii) An opinion of counsel stating that the Company has good and marketable title to such property additions free from all encumbrances excepting the lien of this Indenture and permitted encumbrances, specifying any such permitted encumbrances and, if any thereof consist of liens for taxes, assessments or governmental charges which are delinquent and the validity of which the Company is contesting in good faith, stating that none of the trust estate will be in danger of being lost or forfeited by reason thereof;

(iii) An indenture supplemental hereto or other instrument or instruments of conveyance specifically subjecting such property additions to the lien hereof, together with an opinion of counsel stating that such supplemental indenture or other instrument or instruments are sufficient and no other documents are required to subject such property additions to the lien hereof, or, in the alternative, an opinion of counsel to the effect that such additions are so subject without any such indenture or other instrument.

ARTICLE FIVE.

BONDS FOR REFUNDING PURPOSES.

SECTION 5.01. Additional bonds of any series, other than bonds of the series to be refunded, may, from time to time, be executed by the Company and delivered to the Trustee for or on account of the payment, purchase and cancellation, redemption or other discharge at, before or after maturity of bonds theretofore authenticated under any provision of this Indenture, and the Trustee shall, subject to the provisions of this Article, authenticate and deliver the same to or upon the order of the Company upon receipt by the Trustee of:

(1) The documents required by the provisions of Section 4.03 hereof;

(2) Bonds theretofore authenticated and delivered hereunder with all unmatured coupons, if any, attached in aggregate principal amount equal to the principal amount of the bonds authentication whereof is applied for; provided, however, that in lieu of bonds which have been called for redemption or are then about to mature it shall be sufficient if funds in an amount sufficient to redeem or pay the same shall have been deposited with the Trustee and evidence furnished to the satisfaction of the Trustee that notice of any such redemption has been duly given, or provided for, or waived;

(3) A certificate, dated as of the date of the delivery of such additional bonds, signed and verified by the President or a Vice-President and by the Treasurer or an Assistant Treasurer of the Company stating that the Company is not in default hereunder, and that none of the bonds proposed to be refunded have been:

(a) Redeemed by the use of any moneys deposited with the Trustee for the purposes of any sinking fund;

(b) Purchased or redeemed with the proceeds of the sale or taking of, or with insurance moneys received because of damage to or destruction of,