

full repair, working order and efficiency all of the property which is now or hereafter may be subject to the lien of this Indenture or of any indenture supplemental hereto, and will keep in full force and effect all its rights, privileges, ordinances and franchises hereby mortgaged, pledged or assigned and from time to time will make all needful and proper repairs and renewals and replacement so that at all times the efficiency of the plant and properties of the Obligors hereby mortgaged shall be fully preserved and maintained and they will do or cause to be done all things necessary to preserve and to keep valid and intact the lien and encumbrances hereby created.

**Section 4.07.** (a) That they will keep all the mortgaged property which is of a character usually insured by companies similarly situated, insured against loss, damage or liability by fire, or other risk against which insurance is usually carried by such companies operating in the same territory and/or under similar climatic conditions, to a reasonable amount, by a reputable insurance company or companies, any loss in excess of \$25,000 to be made payable to the Trustee as its interest may appear.

The Obligors will deposit with the Trustee on the first day of March in each year and at such other times as the Trustee may demand, a detailed statement signed by a Treasurer or an Assistant Treasurer of the Obligors of the insurance policies then outstanding and in force upon the aforesaid property of the Obligors, or any part thereof, including the names of the insurance companies which have issued the policies, the amounts thereof, the property covered thereby and the names of the beneficiaries, and stating that such insurance complies with the requirements of this Section 4.07.

(b) The Obligors covenant that all proceeds of insurance representing losses in amounts of \$25,000 or less each will be applied by the Obligors for one or more of the same purposes as though such sums had been deposited with the Trustee and withdrawn by the Obligors upon application, as hereinafter in this Section 4.07 provided.

Any such insurance moneys received by the Trustee shall be held by the Trustee as additional security and as part of the mortgaged