

paragraph 2 hereof, the rate of interest, from and after such extension, shall be the respective rate established by FFB at the time of such extension on the basis of the determination of the Secretary of the Treasury pursuant to said Section 6(b). During the period ending on the Maturity Date of each Advance, interest on each Advance remaining unpaid shall be payable quarterly on the last day of March, June, September, and December of each year (the "Quarterly Payment Dates").

4. The principal of each Advance having a Maturity Date not later than Seven (7) years after the date of the Advance shall be payable on the Maturity Date. The principal of each Advance having a Maturity Date later than Seven (7) years after the date of the Advance (all such Advances made in the same calendar year being herein collectively called an "Amortized Advance") shall be payable in installments on the Quarterly Payment Dates during the period commencing Seven (7) years after the date of the Advance and ending on the Maturity Date of such Amortized Advance, subject to the following:

(i) each quarterly payment with respect to the same Amortized Advance, including both interest and principal, shall be equal in amount to every other such quarterly payment, and

(ii) the aggregate amount of all quarterly payments in respect of the same Amortized Advance, including both interest and principal, shall be such as will pay the accrued interest and amortize the principal thereof within the period stated in this paragraph.

5. Each payment made on this Bond shall be applied first to the payment of interest and then on account of principal and shall be in such funds as are then legal tender for the payment of debts due FFB.

6. No Advance shall be made on account of this Bond later than Seven (7) years after the date of this Bond.

7. To the extent not inconsistent with applicable law, this Bond, so long as FFB is the holder thereof, shall be subject to modification by such amendments, extensions and renewals as may be agreed upon from time to time by FFB, the Borrower, and REA.

8. This Bond is given in consideration of the purchase hereof by FFB pursuant to Section 6 of the Federal Financing Bank Act of 1973 (12 U.S.C. 2285).

9. The Borrower may elect to pay all or any part of the unpaid principal balance of an Amortized Advance at any time later than 12 years after the end of the year in which the amounts included in such Amortized Advance were advanced, on payment of a prepayment premium determined in accordance with this paragraph, but so long as there shall be any unpaid principal balance, the Borrower shall be obligated to make