

REN 791 PAGE 95

BOOK 1317 PAGE 103

38

SECTION 5.16. So long as any Bonds or Notes remain outstanding, the Corporation will not (i) guarantee any obligations of another obligor, except obligations of Subsidiaries in which the Corporation owns or controls not less than 90% of the outstanding voting stock, (ii) guarantee any dividend of any other corporation, or (iii) make any loans or advances to directors or officers or members of their families.

SECTION 5.17. So long as any Notes issued to the United States of America remain outstanding the Corporation will carry out the duties and obligations on its part to be performed under the Loan Contract; provided, however, that any duty or obligation of the Corporation the performance of which by the Corporation is waived or excused as a basis of default thereunder by the United States of America shall be deemed to be waived or excused hereunder.

SECTION 5.18. The Corporation warrants that it has good right and lawful authority to mortgage and grant a security interest in the property described in the granting clauses of this Indenture for the purposes herein expressed, and that the said property is free and clear of any deed of trust, mortgage, lien, charge or encumbrance thereon or affecting the title thereto, except for the lien of current taxes and assessments, none of which are delinquent, and easements, restrictions and conditions of record which do not materially adversely affect the Corporation's use of said mortgaged property.

SECTION 5.19. In the event of the failure of the Corporation in any respect to comply with the covenants and conditions herein contained with respect to the procuring of insurance, the payment of taxes, assessments and other charges, or the keeping of the mortgaged property in repair and free of liens and other claims, any Noteholder or Bondholder shall have the right (without prejudice to any other rights arising by reason of such default) to advance or expend moneys for the purpose of procuring such insurance, or for the payment of insurance premiums, taxes, assessments or other charges, or to save the mortgaged property from sale or forfeiture for any unpaid tax or assessment, or otherwise, or to redeem the same from any tax or other sale, or to purchase any tax title thereon, or to remove or purchase any mechanics' liens or other encumbrance thereon, or to make repairs thereon, or to prosecute or defend any suit in relation to the mortgaged property, or in any manner to protect the mortgaged property and the title thereto, and all sums so advanced for any of the aforesaid purposes with interest thereon at the rate of five per centum (5%) per annum shall be deemed a charge upon the mortgaged property in the same manner as the Notes and Bonds at the time outstanding are secured and shall be forthwith paid to the Noteholder or Bond-

4328 RV-2