

ARTICLE X
PREPAYMENTS

SECTION 10.01. Optional Prepayment. The Corporation shall have, and is hereby granted, options to prepay as a whole or in part from time to time after December 31, 1986 on any Interest Payment Date falling not less than 10 days after the notice required pursuant to Section 10.02 hereof, the amounts payable under Section 4.01 hereof with respect to the Note. Any optional prepayment prior to January 1, 1988 shall result in a prepayment penalty of one percent (1%) of the amount prepaid. Prepayment subsequent to January 1, 1988 shall be without premium or penalty.

SECTION 10.02. Notice of Exercise of Option. If prepayment of amounts payable under Section 4.01 hereof is made pursuant to Sections 6.06, 6.07 or 10.01 hereof, the Corporation shall give the Issuer and the Holder written notice of the date and amount of such prepayment, together with written instructions to the Lender as to the manner in which such prepayment is to be applied.

SECTION 10.03. Mandatory Prepayment. Upon completion of the Project, if there shall be any surplus funds remaining in the Construction Fund not required to provide for the payment of the Cost of the Project, such funds shall be applied in prepayment of the principal amounts due under Section 4.01 hereof, in inverse order of the due date thereof. Upon the receipt of certain insurance proceeds or condemnation proceeds not used by the Corporation for the repair, rebuilding or restoration of the Project or if no repair, rebuilding or restoration shall be made, such proceeds shall be applied in prepayment of the principal amounts due under Section 4.01 hereof in inverse order of the due date thereof. Any other payments made by the Corporation pursuant to Article VI hereof shall be applied in payment of the principal amounts due under Section 4.01 hereof in inverse order of the due date thereof.

The Note is also subject to mandatory prepayment within 45 days after the date of a Determination of Taxability.

Any mandatory prepayment pursuant to this Section 10.03 shall not be subject to the prepayment penalty described in Section 10.01 hereof.

SECTION 10.04. Manner of Prepayment. Any prepayments under the provisions of Article VI hereof or this Article X shall be applied in such manner as may be consistent with Section 2.01 of the Indenture.