

of indemnity satisfactory to the Company and to the Trustee, (such indemnity can be required notwithstanding any statute which may provide for the establishment of a mutilated, lost or destroyed instrument without requiring the giving of a bond or other indemnity), and where such bond has not been lost or destroyed, but merely mutilated, then upon surrender and cancellation of such mutilated bond.

#### ARTICLE II

##### REDEMPTION OF BONDS PRIOR TO MATURITY

###### Section 1. - Right to Redeem Upon Payment of Premium

Upon notice given as hereinafter provided, the Company at its option may call for prepayment and prepay any bond of said series on any interest payment date prior to its maturity, at the principal amount thereof, together with the interest accrued thereon to the date fixed for prepayment by such notice and plus a premium calculated upon such principal amount at the rate of five (5%) per cent if the date fixed for prepayment is on or before June 1, 1954, at the rate of four and one-half (4½%) per cent if the date fixed for prepayment is subsequent to June 1, 1954 and on or before June 1, 1955, at the rate of four (4%) per cent if the date fixed for prepayment is subsequent to June 1, 1955 and on or before June 1, 1956, at the rate of three and one-half (3½%) per cent if the date fixed for prepayment is subsequent to June 1, 1956 and on or before June 1, 1957, at the rate of three (3%) per cent if the date fixed for prepayment is subsequent to June 1, 1957 and on or before June 1, 1958, at the rate of two and one-half (2½%) per cent if the date fixed for prepayment is subsequent to June 1, 1958 and on or before June 1, 1959, at the rate of two (2%) per cent if the date fixed for prepayment is subsequent to June 1, 1959 and on or before June 1, 1960, at the rate of one and one-half (1½%) per cent if the date fixed for prepayment is subsequent to June 1, 1960 and on or before June 1, 1961, or at the rate of one (1%) per cent if the date fixed for prepayment is subsequent to June 1, 1961.