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prior to the date fixed for redemption and stating that the interest on bonds to be redeemed shall cease upon such date.

Notice of intention to redeem having been so given and the Company having deposited with the Liberty Life Insurance Company (or with the Trustee in the event the Liberty Life Insurance Company does not then own said bond or bonds to be redeemed) on or before the date of redemption, the full amount of principal and interest to satisfy and pay the bonds so designated for redemption, the bonds specified in said notice shall on the day designated for redemption become due and payable at the office of the Liberty Life Insurance Company (or at the office of the Trustee in the event the Liberty Life Insurance Company does not then own said bond or bonds to be redeemed). From and after said date of redemption, no further interest shall accrue upon any of the bonds so redeemed; and anything in said bonds to the contrary notwithstanding, and said bonds shall cease to be entitled to any benefit of this First Mortgage, except that the holders of said bonds shall be entitled to receive payment of the redemption price upon presentation on and after that date of the bonds. All bonds redeemed and paid hereunder shall be delivered by the Company to the Trustee and shall be forthwith cancelled and a certificate of destruction shall be made by the Trustee and delivered to the Corporation.

In the case of redemption of a part only of said bonds, the particular bonds to be redeemed shall be selected by the Trustee by lot.

ARTICLE IV.

PARTICULAR COVENANT BY THE COMPANY

Section 1. So long as any of the bonds secured by this mortgage are outstanding and unpaid, the Company agrees:

- (a) That it will not encumber any of its assets or permit any of them to become encumbered or subject to any lien except purchase money mortgages and conditional sale contracts.
- (b) It will not incur any other indebtedness other than unsecured bank loans.
- (c) It will not pay any dividend to its stockholders or purchase and retire any of its capital stock except from earnings of the Company subsequent to July 1, 1953, in excess of the amount necessary to pay the bonds becoming due under this issue and then only after such payment or purchase net working capital of the Company be at least \$350,000.00.