

Coast Line Company and the proceeds thereof were used to retire a like amount of First Mortgage Bonds of the Company which matured on October 1, 1946; and

WHEREAS, the aforesaid Supplemental Indenture, dated as of July 1, 1946, made provision in terms for a sinking fund on and for the redemption prior to maturity of the said \$2,720,000 principal amount of Series B Bonds and of additional bonds issued under the Mortgage after July 1, 1946, whereunder to the date hereof \$217,000 of such Series B Bonds have been retired and cancelled by sinking fund operation, there being at the date hereof \$2,503,000 of Series B Bonds outstanding, all of which are owned by The Atlantic Coast Line Company; and

WHEREAS, the Company now deems it necessary and advisable to execute a further supplement to its First Consolidated Mortgage, dated February 12, 1914, as supplemented by the Supplemental Indenture thereto dated as of July 1, 1946, amending the same so as to provide for the exchange of series bonds presently issued and outstanding or held in the Company's treasury for another or other series of bonds certified and delivered under said Mortgage and Supplemental Indenture, and further to provide that bonds may be issued as lithographed bonds or printed bonds with steel engraved borders in coupon form or fully registered form, substantially as herein set forth, and to be interchangeable; that the principal amount of series bonds issued after July 1, 1956, and interest thereon shall be payable in such coin