

884 Part 249  
BOOK

execute and deliver to the Trustee for authentication and the Trustee shall from time to time authenticate and deliver to or upon the order of the Company, up to an aggregate of Six Million Dollars (\$6,000,000) principal amount of Bonds of the 1987 Series upon compliance by the Company with the provisions of § 3.06 of the Indenture. Cash deposited with the Trustee pursuant to said § 3.06 in connection with the issue of the Bonds of the 1987 Series may from time to time be withdrawn by the Company upon compliance by the Company with the provisions of § 3.07 of the Indenture applicable to payments to the Company (in lieu of the authentication of Bonds) to an amount or amounts equal to the aggregate principal amount of Bonds which the Company shall have become entitled to have authenticated and delivered pursuant to § 3.04 of the Indenture.

### ARTICLE III

#### REDEMPTION OF BONDS OF THE 1987 SERIES

Section 3.01. The Bonds of the 1987 Series shall, in the manner herein and in Article 4 of the Indenture provided, be subject to redemption prior to maturity at the option of the Company, as a whole at any time, or in part from time to time, at the optional redemption prices set forth in the forms of Bonds of the 1987 Series contained in the exhibits hereto, together in each case with accrued interest to the redemption date. If less than the whole of a registered Bond of the 1987 Series without coupons be redeemed, the Trustee shall, upon presentation thereof for the purpose, make or cause to be made a notation thereon of the payment of the portion thereof so called for partial redemption, or shall authenticate and deliver a new registered Bond for the unredeemed portion thereof.

No redemption of any Bonds of the 1987 Series shall be made at the option of the Company on or prior to March 1, 1967, as part of or in anticipation of any refunding operation by the application, directly or indirectly, of borrowed funds having an interest rate or interest cost to the Company or any subsidiary of the Company (calculated in accordance with accepted financial practice) of less than 5 7/8% per annum.

In case of redemption of a part only of the Bonds of the 1987 Series, except in the case of redemption of any Bonds for the sinking fund, the Company shall, at least forty-five (45) days prior to the redemption date (unless a shorter notice shall be accepted by the Trustee as sufficient), notify the Trustee of the principal amount of Bonds to be redeemed.

The selection of Bonds of the 1987 Series to be redeemed shall, in case less than all of the outstanding Bonds of the 1987 Series are to be redeemed, be made by the Trustee as follows: (a) if all outstanding Bonds of the 1987 Series shall be registered Bonds of the 1987 Series without coupons and/or coupon Bonds of the 1987 Series registered as to principal either pro rata or substantially pro rata, unless there be more than ten such holders or unless otherwise directed by written order of all such holders filed with the Trustee at or prior to such time of designation, (b) if five per cent (5%) or more of the outstanding Bonds of the 1987 Series shall be registered Bonds of the 1987 Series without coupons (and/or coupon Bonds of the 1987 Series registered as to principal) registered in the name of one holder, and if such holder shall not have otherwise directed by written order, a pro rata or substantially pro rata principal amount of the Bonds of the 1987 Series to be redeemed shall be allocated to each such registered holder of five per cent (5%) or more of the outstanding Bonds of the 1987 Series, and (c) in any case, and as to any Bonds of the 1987 Series, to which the provisions of the foregoing clauses (a) and (b) shall not be applicable, by drawing the Bonds of the 1987 Series to be redeemed by lot. From the Bonds of the 1987 Series theretofore authenticated and delivered hereunder and not previously cancelled by the Trustee or called for redemption, in any manner deemed by the Trustee to be fair and proper, taking into consideration the principal amount of coupon Bonds of the 1987 Series which are outstanding and the principal amount of registered Bonds of the 1987 Series without coupons which are outstanding.

Section 3.02. The Bonds of the 1987 Series shall in the manner provided in Section 3.01 hereof and in Article 4 of the Indenture be subject to redemption, as provided in the last paragraph of § 7.02 of the Indenture, with money received by the Trustee as the proceeds of all or any part of the mortgaged property taken through the power of