

eminent domain or sold pursuant to the exercise of any right of any municipal, state or governmental body or agency to purchase, or designate a purchaser of, or order the sale of such property, or sold in lieu of bid in reasonable anticipation of such event, at the applicable redemption prices set forth in the forms of Bonds of the 1987 Series contained in the recitals hereto, together in each case with accrued interest to the redemption date.

Section 3.03. 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 in part from time to time at the applicable redemption price set forth in the forms of the Bonds of the 1987 Series contained in the recitals hereto, together in each case with accrued interest to the redemption date, through the operation of and for the purposes of the sinking fund provided therefor in Article IV hereof.

ARTICLE IV.

SINKING FUND FOR BONDS OF THE 1987 SERIES.

Section 4.01. As a sinking fund for the retirement of Bonds of the 1987 Series, the Company covenants that it will pay to the Trustee the following amounts on the following dates:

- (a) On or before the last day of February, 1964 and on or before the last day of February of each year thereafter to and including the last day of February, 1986, a sum sufficient to redeem on the next ensuing March 1st \$87,000 in principal amount of Bonds of the 1987 Series at the principal amount thereof, together in each case with accrued interest to the date fixed for redemption; and
- (b) On or before August 31, 1964 and on or before August 31 of each year thereafter to and including August 31, 1986, a sum sufficient to redeem on the next ensuing September 1st \$87,000 in principal amount of Bonds of the 1987 Series at the principal amount thereof, together in each case with accrued interest to the date fixed for redemption.

The dates upon which payments are required for the sinking fund as above provided are hereinafter referred to as "sinking fund payment dates."

The Company shall have the right, subject to the conditions hereinafter contained, to satisfy any sinking fund payment (which term as used in this paragraph shall be deemed to include a sinking fund payment which the Company has elected to anticipate, as hereinafter provided) in whole or in part, by delivering to the Trustee for the sinking fund, Bonds of the 1987 Series theretofore issued and then outstanding hereunder together with, in the case of coupon Bonds, all coupons appertaining thereto and unmatured at the time of such delivery, and the Trustee shall credit such sinking fund payment with an amount equal to the principal amount of the Bonds of the 1987 Series so delivered, plus the interest, which would be payable on such Bonds on the redemption of such Bonds for the sinking fund on the next ensuing March 1 or September 1, as the case may be. All registered Bonds without coupons and all such coupon Bonds registered as to principal so delivered, if not registered in the name of the Company, shall be accompanied by duly executed written instruments of transfer in favor of the Company. If the Company elects so to deliver Bonds of the 1987 Series for credit on any sinking fund payment, it shall deliver such Bonds together with, in the case of coupon Bonds, all unmatured coupons thereto appertaining to the Trustee, at least 45 days prior to, but not more than 90 days prior to, the sinking fund payment date.

So long as any of the Bonds of the 1987 Series are registered in any one or more of the names in which the Bonds of such series initially issued shall have been initially registered on the books of the Company, the Company shall not be entitled to deliver any of the Bonds of the 1987 Series to the Trustee for the sinking fund pursuant to this Section 4.01 except with the consent of all persons in whose name or names any Bonds of such series were initially so registered and remain so registered.

The Company may anticipate by not more than six (6) months in whole at any time, or in part from time to time, any sinking fund payment due on any sinking fund payment date, by directing the Trustee to call for redemption at the principal amount thereof together with interest accrued thereon to the redemption date, Bonds of the 1987 Series (such direction to be given to the Trustee not later than 45 days prior to the date to be fixed for the redemption of such Bonds).