

## ARTICLE ONE.

## MODIFICATION OF THE ORIGINAL INDENTURE.

SECTION 1.01. The Original Indenture is hereby modified and amended so that the bonds of each series, other than Series A, issued thereunder may be in the form of coupon bonds registerable as to principal and/or in the form of fully registered bonds without coupons, as may be provided in the supplemental indenture creating the particular series. Such supplemental indenture shall in each case set out the text of the forms of bonds and coupons of such series and any fully registered bonds without coupons <sup>provided</sup> to be issued shall be dated in such manner as shall be specified in the supplemental indenture creating the bonds of such series.

SECTION 1.02. The Original Indenture is hereby further modified and amended to the extent of striking out section 7.09 thereof, it being the intention hereof that henceforth the Original Indenture shall be read as if said section 7.09 had not been made a part thereof.

## ARTICLE TWO.

## CREATION OF SECOND SERIES OF BONDS.

First Mortgage 4% Twenty-five Year Bonds, Series B.

Section 2.01. The Company hereby creates and authorizes a second series of bonds, without limit as to principal amount, to be issued under and secured by the Original Indenture, as modified and supplemented by this Supplemental Indenture, and to be designated and to be distinguished from the bonds of all other series by the title "First Mortgage 4% Twenty-five Year Bonds, Series B."

The bonds of Series B may be issued in the form of coupon bonds and/or fully registered bonds without coupons. Coupon bonds of Series B shall be dated July 1, 1941, shall bear interest from the date thereof and shall be in the denomination of One Thousand Dollars (\$1,000) each, numbered M-1 and upwards. Each fully registered bond without coupons of Series B shall be dated as of the interest payment date on which interest was paid next preceding the date of issue unless (a) issued on an interest payment date on which interest was paid, in which case it shall be dated the date of issue, or (b) issued prior to the occurrence of any interest payment date, in which case it shall be dated July 1, 1941. Each fully registered bond without coupons of Series B shall bear interest from the date thereof and shall be in the denomination of Five Thousand Dollars (\$5,000) and/or any multiple of Five Thousand Dollars (\$5,000). Fully registered bonds without coupons of Series B shall be numbered R-1 and upwards without regard to denomination. All bonds of Series B shall mature on July 1, 1966, shall bear interest at the rate of four per cent (4%) per annum payable on the first day of January and of July in each year, both principal and interest to be payable at the office of City National Bank and Trust Company of Chicago, or of its successor in trust under the Original Indenture, in the City of Chicago and State of Illinois, in any coin or currency of the United States of America which at the time of payment shall be legal tender for public and private debts.

SECTION 2.02. The Bonds of Series B shall be subject to redemption prior to maturity at the option of the Company or through the operation of the special trust fund herein provided, at the office of the Trustee, in whole at any time or in part from time to time, upon at least thirty (30) days' notice and upon payment of the principal amount of the bond or bonds to be redeemed, interest accrued thereon to the date of such redemption, and, if such redemption be effected at the option of the Company, a premium of ten per cent (10%) of such principal amount if such redemption be effected on or before July 1, 1946; eight per cent (8%) of such principal amount if such redemption be effected after July 1, 1946, and on or before July 1, 1951; seven per cent (7%) of such principal amount if such redemption be effected after July 1, 1951, and on or before July 1, 1956; five per cent (5%) of such principal amount if such redemption be effected after July 1, 1956, and on or before July 1, 1961; two and one-half per cent (2½%) of such principal amount if such redemption be effected after July 1, 1961, and on or before July 1, 1962; two per cent (2%) of such principal amount if such redemption be effected after July 1, 1962 and on or before July 1, 1963; one and one-half per cent (1½%) of such principal amount if such redemption be effected after July 1, 1963, and on or before July 1, 1964; one per cent (1%) of such principal amount if such redemption be effected July 1, 1964, and on or before July 1, 1965; and one-half of one per cent (½%) of such principal amount if such redemption be effected after July 1, 1965, and prior to maturity; and, if such redemption be effected through the operation of said special trust fund, a premium of seven per cent (7%) of such principal amount if such redemption be effected on or before July 1, 1946; six per cent (6%) of such principal amount if such redemption be effected after July 1, 1946, and on or before July 1, 1951; five per cent (5%) of such principal amount if such redemption be effected after July 1, 1951, and on or before July 1, 1956; four per cent (4%) of such principal amount if such redemption be effected after July 1, 1956, and on or before July 1, 1961; two and one-half per cent (2½%) of such principal amount if such redemption be effected after July 1, 1961, and on or before July 1, 1962; two per cent (2%) of such principal amount if such redemption be effected after July 1, 1962, and on or before July 1, 1963; one and one-half per cent (1½%) of such principal amount if such redemption be effected after July 1, 1963, and on or before July 1, 1964; one per cent (1%) of such principal amount if such redemption be effected after July 1, 1964, and on or before July 1, 1965; and