

SECTION 2 - LOSSES

In the event of loss from any cause covered by such insurance policies, the Company agrees to repair all damage done, and to restore the property to a condition equal so that before the damage occurred; provided, however, that so long as no event of default hereunder shall have occurred and be continuing, the Trustee is authorized to pay out, from the money or monies collected from the insurance company or companies, sufficient amounts to reimburse the Company for such restoration on the presentation of proof what such restoration or repair has been properly completed. In the event that the total cost of such restoration or repair is less than the sum of money or monies collected from the insurance company or companies, the balance shall be paid by the Trustee to the Company, unless the Company shall then be in default under this Trust Indenture, and in the event of such default to pay said balance to whomsoever may be lawfully entitled to receive the same, provided, however, any such action shall not be deemed to waive any of the rights accruing under this Trust Indenture by reason of such default.

ARTICLE VIIIFINANCIAL STATEMENTS

The Company covenants and agrees that so long as any of the Bonds of this issue shall be outstanding, it will furnish to the Jefferson Standard Life Insurance Company, and also to the Trustee upon request, within ninety (90) days following the close of each fiscal year of the Company, duplicate copies of a complete annual audit of the Company prepared and certified by independent certified public accountants approved by the Jefferson Standard Life Insurance Company or the Trustee. Such audit shall be accompanied by a certificate signed by the President or a Vice President of the Company, stating that all terms and conditions of the Bonds and this Trust Indenture have been complied with and are in effect, and that no default exists therein or in connection therewith, or stating the nature of such default, if any default exists.