

the nature and extent of the security, the rights of the holders of the bonds in respect thereof, the terms and conditions upon which the bonds are secured and the restrictions subject to which additional bonds secured thereby may be issued. To the extent permitted by, and as provided in, the Indenture, modifications or alterations of the Indenture, or of any indenture supplemental thereto, and of the rights and obligations of the Company and of the holders of the bonds and coupons may be made with the consent of the Company, by the affirmative vote, or with the written consent, of the holders of not less than 66 2/3% in amount of the bonds then outstanding, and by the affirmative vote, or with the written consent, of the holders of not less than 66 2/3% in amount of the bonds of any series then outstanding and affected by such modification or alteration, in case one or more but less than all of the series of bonds then outstanding under the Indenture are so affected, evidenced, in each case, as provided in the Indenture; provided that any supplemental indenture may be modified in accordance with the provisions contained therein for its modification; and provided, further, that no such modification or alteration shall be made which will affect the terms of payment of the principal of, or interest or premium on, this bond, or the right of any bondholder to institute suit for the enforcement of any such payment on or after the respective due dates expressed in this bond or in the coupons pertaining hereto, or reduce the percentage required for the taking of any such action. Any such affirmative vote of, or written consent given by, any holder of this bond is binding upon all subsequent holders hereof as provided in the Indenture.

In case an event of default as defined in the Indenture shall occur, the principal of all the bonds outstanding thereunder may become or be declared due and payable, at the time, in the manner and with the effect provided in the Indenture.

The bonds of this series are subject to redemption (otherwise than for the Replacement Fund hereinafter mentioned or upon application of certain moneys included in the trust estate) prior to maturity at the option of the Company, as a whole at any time or in part from time to time, at the following redemption prices (expressed as percentages of their principal amounts), respectively:

- 105.25% if redeemed on or before July 31, 1963
- 105.25% if redeemed thereafter and on or before July 31, 1964
- 105.25% if redeemed thereafter and on or before July 31, 1965
- 105.25% if redeemed thereafter and on or before July 31, 1966

- 105.25% if redeemed thereafter and on or before July 31, 1967
- 104.35% if redeemed thereafter and on or before July 31, 1968
- 104.17% if redeemed thereafter and on or before July 31, 1969
- 103.99% if redeemed thereafter and on or before July 31, 1970
- 103.81% if redeemed thereafter and on or before July 31, 1971
- 103.68% if redeemed thereafter and on or before July 31, 1972
- 103.44% if redeemed thereafter and on or before July 31, 1973
- 103.26% if redeemed thereafter and on or before July 31, 1974
- 103.08% if redeemed thereafter and on or before July 31, 1975
- 102.90% if redeemed thereafter and on or before July 31, 1976
- 102.72% if redeemed thereafter and on or before July 31, 1977
- 102.54% if redeemed thereafter and on or before July 31, 1978
- 102.36% if redeemed thereafter and on or before July 31, 1979
- 102.18% if redeemed thereafter and on or before July 31, 1980
- 102.00% if redeemed thereafter and on or before July 31, 1981
- 101.82% if redeemed thereafter and on or before July 31, 1982
- 101.63% if redeemed thereafter and on or before July 31, 1983
- 101.45% if redeemed thereafter and on or before July 31, 1984
- 101.27% if redeemed thereafter and on or before July 31, 1985
- 101.09% if redeemed thereafter and on or before July 31, 1986
- 100.91% if redeemed thereafter and on or before July 31, 1987
- 100.73% if redeemed thereafter and on or before July 31, 1988
- 100.55% if redeemed thereafter and on or before July 31, 1989
- 100.37% if redeemed thereafter and on or before July 31, 1990
- 100.19% if redeemed thereafter and on or before July 31, 1991
- 100.00% if redeemed thereafter and prior to maturity.

together, in each case, with interest accrued thereon to the date fixed for redemption thereof. The bonds of this series are also subject to redemption for the Replacement Fund for bonds of this series provided for in the supplemental indenture dated as of August 1, 1962, providing for this series, or upon application of certain moneys included in the trust estate, at any time or from time to time prior to maturity, at the following redemption prices (expressed as percentages of their principal amounts), respectively:

- 100% if redeemed on or before July 31, 1963
- 100% if redeemed thereafter and on or before July 31, 1964
- 100% if redeemed thereafter and on or before July 31, 1965