

anticipation of, any refunding operation involving the incurring of indebtedness which has an interest rate or cost to the Company, computed in accordance with generally accepted financial practice, of 7.50% per annum or less, and except that any redemption on or after June 15, 1973 and prior to June 15, 1978 made directly or indirectly as a part of, or in anticipation of, any such refunding operation at or below said interest rate or cost will be at the redemption price of 112%, plus accrued interest), upon notice given by mail, at least 30 days and not more than 60 days prior to the date of redemption, to the registered owners of Bonds of the Second 1988 Series to be redeemed at their addresses as the same shall appear on the transfer register of the Company, all subject to the conditions and as more fully set forth in the Indenture. The several Optional Redemption Prices and the several periods to which such prices are applicable are as follows:

If redeemed prior to December 15, 1968 107.38%

If redeemed during the twelve months' period beginning December 15 in the following years:

1968.....	107.01%	1978.....	103.32%
1969.....	106.64	1979.....	102.95
1970.....	106.27	1980.....	102.59
1971.....	105.90	1981.....	102.22
1972.....	105.54	1982.....	101.85
1973.....	105.17	1983.....	101.48
1974.....	104.80	1984.....	101.11
1975.....	104.43	1985.....	100.74
1976.....	104.06	1986.....	100.37
1977.....	103.69	1987.....	100.00

The Indenture contains provisions for a sinking fund for the retirement of Bonds of the Second 1988 Series, and the Bonds of that Series are subject to redemption for the sinking fund, on June 15, 1969 and on each December 15 and June 15 thereafter, by the giving of notice as provided in the next preceding paragraph, upon payment of the principal amount thereof plus accrued interest to the date fixed for redemption; all as provided in the Indenture.

In the event of the selection for redemption (whether for the sinking fund or otherwise) of a portion only of the principal of this Bond, payment of the redemption price will be made only (a) upon presenta-