

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.

Subject to the provisions of Article 6 of the Indenture, notice of redemption of Bonds of the Second 1988 Series shall be mailed, or caused to be mailed by the Company, postage prepaid, 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.

SECTION 6. The Bonds of the Second 1988 Series shall also be subject to redemption and may be redeemed in part on any interest payment date beginning June 15, 1969, for the sinking fund provided for the Bonds of the Second 1988 Series by Section 7, Article 2, of this Sixteenth Supplemental Indenture, by the giving of notice as provided in Section 5, Article 2, of this Sixteenth Supplemental Indenture and in the manner provided in Article 6 of the Indenture with respect to the partial redemption of Bonds of any Series. Redemptions for such sinking fund, including redemptions permitted or required by paragraphs (B) and (C) of said Section 7, Article 2, shall be made at the principal amount of Bonds so redeemed plus accrued interest to the date fixed for redemption, all in accordance with the provisions of Article 6 of the Indenture.

SECTION 7. (A) As a sinking fund for the retirement of Bonds of the Second 1988 Series and so long as any of the Bonds of the Second 1988 Series shall be outstanding and shall not have become due, the Company, subject to the provisions of paragraphs (C), (D) and (E) of this Section, will call for redemption and will redeem Bonds of the Second 1988 Series in the respective aggregate principal amounts of \$500,000 on June 15, 1969 and on each December 15 and June 15 thereafter to and including December 15, 1985 and \$5,500,000 on June 15, 1986, December 15, 1986, June 15, 1987, December 15, 1987 and June 15, 1988 (each such June 15 and December 15 being herein referred to as a "sinking