

and kept, its railroads in good repair, working order and condition, and shall, from time to time, make or cause to be made all needful and proper repairs, renewals and replacements thereto.

The Company will, to the extent needful and proper for the efficient and economical operation of the properties of the Company, keep and maintain or cause to be kept and maintained in good order and condition, reasonable wear and tear excepted, all equipment upon which, or upon the Company's interest in which, this Indenture shall be or become a lien, and the Company will at all times keep said mortgaged properties supplied with sufficient equipment.

SECTION 4.07. The Company covenants that prior to the certification and delivery of bonds of any series under the General Unified Mortgage (other than bonds of Series A and bonds of Series B) it will by an indenture supplemental to the General Unified Mortgage grant, bargain, sell, release, alien, remise, confirm, assign, transfer and convey unto the trustees under said Mortgage their respective successors and assigns forever such of the property referred to in Clause 2 on page 13 of this Indenture, as the Company may then own, and will subordinate the lien hereof on such property to the lien of the General Unified Mortgage, and the Trustees hereby agree to join in the execution of an instrument evidencing such subordination.

SECTION 4.08. The Company covenants that no additional bonds hereafter shall be authenticated and delivered (a) under the First Consolidated Mortgage or (b) under the General Unified Mortgage until the satisfaction and discharge of the First Consolidated Mortgage, or after such satisfaction and discharge until all of the General Unified Bonds now held in the treasury of the Company have been delivered to and pledged with the Corporate Trustee pursuant to one or more of the provisions of this Indenture, and that it will not hereafter negotiate or deliver any General Unified Bonds except