

obligations or other property thus sold; and for that purpose it and they may execute all necessary instruments of assignment and transfer, and may substitute one or more persons with like power the Company hereby ratifying and confirming all that its said attorney or attorneys or such substitute or substitutes shall lawfully do by virtue hereof.

Section 4. In case of such sale, by reason of the default of the Company, whether such sale shall have been made under the power of sale in this Article granted, or pursuant to judicial proceedings all the Mortgage Bonds, if not previously due, shall at once become due and payable, anything in the Mortgage Bonds or in this indenture to the contrary notwithstanding.

Section 5. In case the Company shall be in default in the payment of the principal of the Mortgage Bonds or any of them when the same shall have become payable at maturity, or upon a sale by the Trustee pursuant to judicial proceedings or otherwise, all money received or collected upon the real estate security or pledged collateral, or other obligations subject to this indenture, and the purchase money, proceeds or avails of any sale, whether under the power of sale herein granted or pursuant to judicial proceedings and any and all other moneys subject to the trust of this indenture, shall be applied from time to time as follows:

First: To the payment of the cost and expenses of collection of such purchase money obligation and of any such sale, including a reasonable compensation to the Trustee, its agents, attorneys and counsel, and of all other expenses, liabilities and advances made or incurred by the Trustee under this indenture.

Second: To the payment of the whole amount then owing and unpaid upon all the Mortgage Bonds then outstanding, with interest thereon at the rate of six percentum per annum from date to

Next Page