

- 4 -

Mortgagee on or before the sealing and delivering of these presents, and for other good and valuable considerations, the receipt whereof is hereby acknowledged, the parties do hereby agree as follows:

(1) The Original Indenture is hereby amended so that paragraph FIRST of the covenants contained in the Original Indenture, beginning at page 12 thereof, shall read as follows:

"FIRST: The obligations and indebtedness of the Company to be secured hereby are and shall be the Bank Note, the guarantee of Cities Service of the Bank Note, and any renewal or extensions of either thereof, or of any part thereof, to the Bank, and in subordination to the Bank Note the notes of the Company in substantially the form hereinabove recited, payable to the order of Arkansas Fuel Oil Company, but in the principal amount of TEN THOUSAND DOLLARS (\$10,000) and to aggregate, together with any unpaid portion of the Bank Note, not more than TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000) at any one time, said notes bearing interest at the rate of Three and one-half per cent (3½%) per annum, payable semi-annually on the 31st day of March and the 30th day of September of each year, and the principal thereof to be payable as follows:

\$50,000 aggregate principal amount thereof on demand of the holder thereof on or after September 1, 1948;

\$40,000 aggregate principal amount thereof of September 30, 1952;

\$40,000 aggregate principal amount thereof September 30, 1953;

\$40,000 aggregate principal amount thereof September 30, 1954;

\$40,000 aggregate principal amount thereof September 30, 1955;