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transfer and assign the same as aforesaid, and THE COMPANY does hereby fully warrant the title to the said property, and will defend the same against the lawful claims of all persons whomsoever.

THE COMPANY further covenants and agrees that it will in all respects observe all of the covenants, conditions and terms of its ORIGINAL INDENTURE dated June 1, 1953, and does hereby accept the same as the covenants, conditions and terms of this SUPPLEMENTAL INDENTURE to the same extent and with the same force and effect as if fully set out and incorporated herein, and does hereby subject the assets assigned and conveyed hereunder to all of the covenants, conditions and terms of said ORIGINAL INDENTURE, until all of the Bonds issued thereunder and all of the Bonds issued hereunder, have been paid and satisfied in full in accordance with their terms;

PROVIDED, HOWEVER, that pursuant to the assent of THE INSURANCE COMPANY and THE TRUSTEE, evidenced by their joinder in and execution of this SUPPLEMENTAL INDENTURE, THE COMPANY makes the following covenants and reserves the following rights and privileges and to the extent that they conflict with the covenants, conditions and terms of said ORIGINAL INDENTURE, dated June 1, 1953, the same is hereby amended and/or modified:

(A) THE COMPANY reserves the right at its option to pay off and redeem any or all of the unmatured Bonds of this issue (i.e. its 5% First Mortgage Bonds, Second Series), upon thirty (30) days written notice (as provided in Section 3, Article II of the ORIGINAL INDENTURE), by payment of 105% of the principal amount of the Bonds so redeemed and accrued interest thereon to the date of redemption if redeemed on or before June 1, 1957, and if redeemed after June 1, 1957, by payment at the prevailing redemption