

- (c) The Company shall have no subsidiaries except wholly owned subsidiaries and no subsidiary shall borrow money except from the parent company.
- (d) The Company shall make no loans, advances, or investments except in the regular course of its business.
- (e) The Company shall not merge or consolidate with any other corporation during the life of the issue.
- (f) The Company may not sell any of its assets except in the regular course of business except as authorized in Sections 2 and 3 of Article IV. It shall not enter into long term lease contracts except for the following purposes:
 - (i) For automobiles and trucks.
 - (ii) For items of equipment which cannot be purchased from the manufacturer.
 - (iii) For land and buildings used as distribution points and which are located elsewhere than at the manufacturing plant sites of the Company.
 - (iv) Vacant land adjoining or nearby a manufacturing plant which is to be used for parking facilities or for some other similar purpose.
- (g) The Company covenants that it will not pay cash dividends or purchase, retire or otherwise acquire any of its own stock except that: (a) During the fiscal years 1957 and 1958 the Company may pay from its earnings subsequent to December 29, 1956, the equivalent of its regular dividends of \$1.50 per share on its preferred stock, its regular dividend of \$1.00 on its common stock and also from such earnings (less any dividends paid on its common and preferred stock as above provided) purchase the presently outstanding Voting Trust Certificates. The total dividend payments as allowed by this paragraph, plus the total amount expended for the purchase of the presently outstanding Voting Trust Certificates shall not exceed net earnings