

semi-annually on January 1 and July 1 of each year; the principal of and interest on each said bond to be payable at the office or agency of the Company in the Borough of Manhattan, The City of New York, in such coin or currency of the United States of America as at the time of payment is legal tender for public and private debt. Coupon bonds of the Ninth Series shall be dated as of July 1, 1964, and shall, in general, be subject to the same provisions as shall be dated as in Section 10 of the Mortgage provided.

(1) Bonds of the Ninth Series shall be redeemable at the option of the Company in whole at any time, or in part from time to time, prior to maturity, upon notice published as provided in Section 52 of the Mortgage, in one Daily Newspaper printed in the English language and of general circulation in the Borough of Manhattan, The City of New York, at least four (4) times before the date fixed for redemption, unless notice by publication shall not be required as provided in Section 52 of the Mortgage in which event notice shall be given by mailing, the first publication, or mailing, as the case may be, to be at least thirty (30) days and not more than ninety (90) days prior to the date fixed for redemption, at the following general redemption prices, expressed in percentages of the principal amount of the bonds to be redeemed:

#### GENERAL REDEMPTION PRICES

If redeemed during 12 months period ending June 30,

1965	105.50%	1975	103.61%	1985	101.71%
1966	105.32%	1976	103.42%	1986	101.52%
1967	105.13%	1977	103.23%	1987	101.33%
1968	104.94%	1978	103.04%	1988	101.14%
1969	104.75%	1979	102.85%	1989	100.95%
1970	104.56%	1980	102.66%	1990	100.76%
1971	104.37%	1981	102.47%	1991	100.57%
1972	104.18%	1982	102.28%	1992	100.38%
1973	103.99%	1983	102.09%	1993	100.19%
1974	103.80%	1984	101.90%	1994	100.00%

in each case, together with accrued interest to the date fixed for redemption; provided that no bonds of the Ninth Series shall be redeemable at the general redemption prices prior to July 1, 1969, with borrowed funds,

or in anticipation of funds to be borrowed, having an interest cost (calculated in accordance with acceptable financial practice of less than four and one half per centum (4½%) per annum.

(II) Bonds of the Ninth Series shall also be redeemable in whole at any time, or in part from time to time prior to maturity, upon the notice, by the application (either at the option of the Company or pursuant to the requirements of the Mortgage) of cash deposited with the Corporate Trustee pursuant to any of the provisions of Section 38, Section 39 or Section 64 of the Mortgage or of Section 3 hereof or with the Proceeds of Released Property; provided, however, that in the case of application of cash deposited with the Corporate Trustee pursuant to the provisions of Section 39 of the Mortgage or of Section 3 hereof, if the date fixed for redemption shall be prior to January 1 of the calendar year in which such deposit of cash shall become due under the provisions of said Section 39 or said Section 3, they shall be redeemable at the general redemption prices set forth in subdivision (I) of this Section, together with accrued interest to the date fixed for redemption; and provided further, that

(1) in the case of application of cash deposited with the Corporate Trustee pursuant to the provisions of said Section 39 or said Section 3, if the date fixed for such redemption shall be on or after January 1 of the calendar year in which such deposit shall become due under the provisions of said Section 39 or said Section 3, or

(2) in case of the application of cash deposited with the Corporate Trustee pursuant to the provisions of Section 36 or Section 64 of the Mortgage or with Proceeds of Released Property,

they shall be redeemable at the following special redemption prices, expressed in percentages of the principal amount of the bonds to be redeemed:

#### SPECIAL REDEMPTION PRICES

If redeemed during 12 months period ending June 30,

1965	101.00%	1970	100.92%	1975	100.80%
1966	100.99%	1971	100.89%	1976	100.78%
1967	100.97%	1972	100.87%	1977	100.75%
1968	100.95%	1973	100.85%	1978	100.72%
1969	100.93%	1974	100.83%	1979	100.69%