

ARTICLE III

REDEMPTION OF BONDS BEFORE MATURITY

SECTION 301. Redemption Dates and Prices. Bonds are non-callable for redemption prior to March 1, 1984 except in the event of (1) exercise by the Lessee of its options to purchase the Project as provided in Section 11.2 of the Lease Agreement or (2) mandatory purchase of the Project by the Lessee pursuant to Section 12.2 of the Lease Agreement. If called for redemption in either of such events, the Bonds shall be subject to redemption by the County at the earliest possible date after notice as provided in Section 302 of this Indenture, whether or not such date is an interest payment date, in whole and not in part, at the principal amount thereof plus accrued interest to the redemption date and, but only in the event of redemption as a result of the mandatory purchase of the Project pursuant to Section 12.2 of the Lease Agreement, a redemption premium in an amount equal to the aggregate of the premiums computed on each such Bond outstanding on the date as of which interest on the Bonds is determined to be taxable as follows: the sum of (a) a redemption premium in the amount equal to 10% of the principal amount of each Bond redeemed; and (b) an additional redemption premium determined by multiplying one-sixth (1/6) of the 12 months interest on each Bond redeemed by the number of 30 day periods, or fraction thereof, between the date as of which interest on the Bonds is (or is determined as provided in Section 12.2 of the Lease Agreement to be) taxable and the earliest possible date of redemption or the earlier payment date of any Bond which shall have been paid (whether at maturity or by redemption) subsequent to the date as of which interest on the Bonds is (or is so determined to be) taxable and prior to the earliest possible redemption date (less any optional redemption premium previously paid on any such Bond), provided, however, the additional premium computed in accordance with (b) shall not exceed 10% of the principal amount of each Bond redeemed.