

(a) Deposit to the credit of the Interest Account established under Article IV hereof the accrued interest on the Series A Bonds from their date to the date of their delivery. It is understood that the amount so deposited shall constitute a credit to the Corporation on the then next succeeding payment or payments of Basic Rent due or to become due under the Lease.

(b) Deposit to the credit of an expense account (herein the "Expense Account") hereby created the sum of \$77,000⁰⁰ and pay out of such Expense Account upon the Written Request of the Grantor and (so long as the Corporation is not in default under the Lease) of the Corporation, any legal and underwriting fees and expenses, recording expenses, trustee's and depository's fees, title insurance costs and other reasonable fees and expenses incurred or to be incurred by or on behalf of the Grantor as may be necessary or incident to the financing of the Facility through the issuance and sale of the Series A Bonds. At such time as the Grantor and the Corporation shall furnish the Trustee with a letter that all such fees and expenses have been paid, the Trustee shall transfer any moneys remaining in such account to the Construction Fund Account. *R. 13/1*

(c) Pay to the Corporation, ^{or assignee} the sum of \$562,255⁸¹ as the purchase price of the existing real property and manufacturing facilities described in Schedule A hereto. *R. 13/1*

(d) Pay to the Trustee, as depository under the terms of the Construction Deposit Agreement the balance of the proceeds from the sale of the Bonds. The Grantor has simultaneously with the delivery hereof executed a Construction Deposit Agreement with the Depository. Such Construction Deposit Agreement provides for the disbursement of part of the proceeds of the Bonds for the purpose of constructing and equipping the Facility. It is understood and agreed that the Trustee hereunder shall be entitled to the benefit of the provisions of the Construction Deposit Agreement and that the same will not be altered or changed except with the consent of (i) the Trustee, and (ii) the Corporation so long as the Corporation is not in default under the Lease. The Trustee (with the concurrence of the Corporation so long as it is not in default under the Lease) may consent to amendments and changes in the Construction Deposit Agreement upon the request of the Grantor and upon the report of an Independent Engineer or Independent Architect to the effect that the change or changes to be consented to will not be detrimental to the interests of the holders of the Outstanding Bonds or upon the prior written consent of the holders of 51% in aggregate principal amount of the Outstanding Bonds.

Section 3.03. Subject to the provisions of this Article III, Bonds of any series other than Series A Bonds shall contain such variant provisions, if any, as to date, maturity or serial maturities, interest rate or interest rates, redemption and shall be entitled to such sinking fund provisions as shall be determined by resolution of the County Council of the Grantor and set forth in an indenture supplemental hereto at the time any such other series is created.

The aggregate principal amount of all Bonds of all Series excluding the Series A Bonds authorized to be issued hereunder shall not exceed \$3,150,000.