

any holder thereof at the rate specified therein,
(ii) any interest on any deficiency of tax and any penalties or additions to tax, including interest thereon, attributable to the taxability of such interest which are deductible for Federal Income Tax purposes and which may be payable to the United States Government by Morgan Guaranty Trust Company of New York (the "Bank"), or any subsequent holder of this Bond, in connection with the taxability of such interest, and (iii) an amount which, after deduction of all taxes required to be paid by the Bank or any subsequent holder of this Bond in respect of the receipt of such sum under the laws of any Federal, State or local government or taxing authority in the United States, shall be equal to the amount of any penalties or additions to tax attributable to the taxability of such interest which are not deductible for Federal Income Tax purposes, all of which amounts shall be payable at such time as the interest and penalties or additions to tax attributable to the taxability of such interest are payable.

All payment hereunder of principal, interest and premium, if any, shall be made in Federal or other immediately available funds.

In the event the Second Series Bond is called for redemption as aforesaid, notice thereof, specifying the principal amount thereof (whether the entire unpaid principal amount or a portion of such principal amount) to be redeemed shall be given by mailing a copy of the redemption notice by first class mail at least thirty days prior to the date fixed for redemption to the holder at the address shown on the registration books. Such notice shall be sufficient, and published notice of the call for redemption need not be given. The Second Series Bond, or portion thereof, when so called for redemption will cease to bear interest on the

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