

ARTICLE VI  
APPLICATION OF CONDEMNATION AWARDS

Section 6.1. Disposition of Awards Received Prior to Payment of Bonds Upon Exercise of Option to Prepay Note or if Utilization of Project is not Impaired. If Grantor exercises an option to prepay the Note pursuant to Article V of the Loan Agreement, or if no part of the Facilities is condemned or damaged as a result of any condemnation of title to or the use of all or any part of the Project, and if normal operation of the Facilities by Grantor is not adversely affected thereby, all awards received from such condemnation before the Bonds and interest thereon have been paid in full, shall, when received, be paid to Grantee, which, after deducting all reasonable attorneys' fees and costs incurred by it in connection with such condemnation, shall deposit same into the Bondholders' Account, in the case of exercise of such option to prepay, and otherwise into Redemption Account.

Section 6.2. Disposition of Awards Received Prior to Payment of Bonds if Utilization of Project is Impaired and Option to Prepay Note is not Exercised. If any part of the Facilities is condemned or damaged as a result of any condemnation of title to or the use of all or any part of the Project, or if normal operation of the Facilities by Grantor is adversely affected thereby, all awards received from such condemnation before the Bonds and interest thereon have been paid in full shall, when received, be paid to Grantee, which after deducting all attorneys' fees and costs incurred by it in connection with such condemnation, shall deposit same into the Insurance and Condemnation Proceeds Fund. Condemnation awards so placed in the Insurance and Condemnation Proceeds Fund shall be applied by Grantee in any one of the following ways, or any combination thereof, as directed by Grantor:

(a) for the restoration of the improvements of the Project to substantially the same condition as they existed prior to the exercise of the said power of eminent domain;

(b) for the acquisition by Grantor, by construction or otherwise, of other improvements suitable for Grantor's operations at the Project and/or the rearrangement of the Facilities so that the earning power of the Project may be restored or increased and Grantor may resume

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