

In the event such damage or destruction results from an insured casualty, all Net Proceeds of insurance resulting from claims for such losses shall be paid to and held by the Trustee in a separate trust account and invested in the same manner as provided in the Agreement for investment of funds in the Bond Fund created under the Indenture, and applied in one or more of the following ways as shall be directed in writing by the Company:

(a) Restoration of the Project to substantially the same condition as existed prior to such damage or destruction.

(b) Payment into the Bond Fund to be used for the redemption of Bonds, provided that no part of such award may be applied for such redemption unless the Bonds are then subject to redemption under Section 3.01 of the Indenture and are to be redeemed in full.

Unless the Company shall direct that the Net Proceeds be paid into the Bond Fund to be used for redemption of the Bonds, the Company agrees to proceed promptly to repair, rebuild or restore the property damaged or destroyed to substantially the same condition as existed prior to the event which caused such damage or destruction, with such changes, alterations and modifications (including the substitution or addition of other property) as may be desired by the Company which will not impair the effective use of the Project, and the Trustee will apply so much as may be necessary to payment of the costs of such repair, rebuilding or restoration either on completion thereof or as the work progresses, as directed by the Company. Each such direction of the Company shall be accompanied by a certificate of an architect or engineer (who shall be selected by the Company and satisfactory to the Trustee) in charge of the rebuilding, repairing or restoring, dated not more than thirty days prior to such direction (a) setting forth in substance that the sum then directed to be applied either has been paid by the Company, or is justly due, to contractors, subcontractors, materialmen, engineers, architects or other persons who have rendered services or furnished materials or improvements for the rebuilding, repairing or restoring therein specified and setting forth the names of such persons; a brief description of such services or materials or improvements and the several amounts so paid which are due to each such person; and a statement that none of the costs of the services or materials or improvements described in such certificate has

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