

THIS INDENTURE FURTHER WITNESSETH and it is expressly declared that all Bonds issued and secured hereunder are to be issued, authenticated and delivered and all said property hereby mortgaged or pledged is to be dealt with and disposed of under, upon and subject to the terms, conditions, stipulations, covenants, agreements, trusts, uses and purposes as hereinafter expressed and the Borrower has agreed and covenanted and does hereby agree and covenant with the Trustee and with the respective holders and registered owners, from time to time, of the said Bonds or coupons or any part thereof, as follows, that is to say:

ARTICLE ONE

The Bonds

Section 1.01. The issue of Bonds hereunder is hereby limited to Three Hundred Eighteen Thousand Dollars (\$318,000) in aggregate principal amount.

Section 1.02. The Bonds shall be designated "Trustees of the Baker University and Kansas Educational Association of the Methodist Episcopal Church Dormitory Bonds, Series 1956." The definitive coupon Bonds issued hereunder shall be negotiable, serial coupon Bonds of the denomination of One Thousand Dollars (\$1,000) each, registerable as to principal only. The date of the Bonds shall be October 1, 1956. They shall bear interest at the rate of two and three-quarters per cent ( $2\frac{3}{4}\%$ ) per annum, payable April 1, 1957, and semiannually thereafter on the first day of October and the first day of April in each year until such principal sum shall be paid or duly provided for. The Bonds shall mature serially, unless sooner redeemed, annually on October 1 in each of the years set forth in and in the amount set opposite each such year in the following schedule: