

extended coverage insurance policies shall not exceed \$10,000, such proceeds shall be paid over by the Trustee to or upon the order of the Borrower upon its written request and shall be applied to the extent required solely for the purpose of repairing or reconstructing the Project or Jolliffe Hall as aforesaid. If the proceeds received by the Trustee by reason of any such loss shall exceed \$10,000, such proceeds shall be paid out by the Trustee, from time to time, to or upon the order of the Borrower, but only upon receipt by the Trustee of (1) a written requisition of the Borrower executed by the President or Vice President of each of its Governing Boards specifying the expenditures made or indebtedness incurred in repairing or reconstructing the damaged or destroyed property and that the proceeds of insurance, together with any other moneys legally available for such purpose, will be sufficient to complete such repairing or reconstructing; and (2) if the holder or holders of not less than fifty-one per cent (51%) in principal amount of the outstanding Bonds shall request, the written approval of said requisition by an engineer or architect named in said request.

In the event the proceeds of the insurance which shall become payable to the Trustee, together with all other moneys legally available for such purpose, are insufficient to complete the repair or reconstruction of the damaged or destroyed property, said proceeds shall be deposited with and held by the Trustee as security for the Bonds and for the ratable benefit of the holders thereof; provided, however, that if the Borrower shall request and the holders of not less than fifty-one per cent (51%) in principal amount of the then outstanding Bonds shall so agree in writing, the Trustee shall permit to be applied to such repair or reconstruction (in the manner hereinabove specified) all moneys held by it in the Bond Fund and in the Maintenance and Equipment Reserve Account (created in Article Four hereof).

Any amounts held by the Trustee or by the Borrower and remaining at the completion of and payment for such repair or re-