

the operation or ownership (i) of the Project, (ii) of Jolliffe Hall, and (iii) of Parmenter Commons Dining Hall and any replacement thereof or substitution therefor shall be deposited to the credit of a special fund hereby ordered to be established to be known as and in this Indenture called the "Project Revenue Fund Account" and held in custody of the Treasurer of the Borrower separate and apart from all other funds. Such Project Revenue Fund Account shall be maintained so long as any of the Bonds are outstanding as a trust fund in a bank which is a member of the Federal Deposit Insurance Corporation, and shall be expended and used by the Treasurer only in the manner and order specified in paragraphs (b), (c), (d) and (e) of this Section 4.01.

(b) The Current Expenses of the Project shall be payable as a first charge from the Project Revenue Fund Account as the same become due and payable. The term "Current Expenses" as used in this Section 4.01 shall include all necessary operating expenses, current maintenance charges, expenses of reasonable upkeep and repairs, properly allocated share of charges for insurance, and all other expenses incident to the operation of the Project, Jolliffe Hall, and Parmenter Commons Dining Hall, but shall exclude depreciation, all general administrative expenses of the Borrower and the payments into the "Maintenance and Equipment Reserve Account" hereinafter provided for.

(c) The Borrower covenants and agrees that it will establish and maintain so long as any of the Bonds are outstanding, with the Trustee designated in this Indenture, a separate account or accounts herein collectively called the "Bond and Interest Sinking Fund Account for Trustees of the Baker University and Kansas Educational Association of the Methodist Episcopal Church Dormitory Bonds, Series 1956," in this Indenture called "Bond Fund," and that all accrued interest received by the Borrower from the sale of the Bonds will be deposited to the credit of the Bond Fund. The Borrower further covenants and