of or in anticipation of any refunding operation involving the incurring of indebtedness having an interest rate or cost (calculated in accordance with accepted financial practice) of less than the annual interest rate borne by said bonds:

If Redeemed During Twelve Months' Period Ending June 30	Premium	If Redeemed During Twelve Months' Period Ending June 30	Premium
1959	4.15%	1969	1.97%
1960	3.94%	1970	1.75%
1961	3.72%	1971	1.53%
1962	3.50%	1972	1.32%
1963	3.28%	1973	1.10%
1964	3.06%	1974	.88%
1965	2.84%	1975	.66%
1966	2.63%	1976	.44%
1967	2.41%	1977	.22%
1968	2.19%	1978	.00%

The Bonds of the 1978 Series shall also be redeemable through the operation of the Sinking Fund in the manner, to the extent and at the Sinking Fund redemption price provided in Article III of this Supplemental Indenture.

SECTION 2. In case less than all of the outstanding Bonds of the 1978 Series are to be redeemed, if the provisions of *Clause* (*a*) of the fourth paragraph of *§5.03* of the Original Indenture shall not be applicable, the aggregate principal amount of coupon Bonds registered as to principal and fully registered Bonds to be redeemed shall be allocated as nearly as may be among the various registered owners of Bonds in proportion to the aggregate principal amount of Bonds registered in their respective names; *provided, however*, that in case a registered owner of Bonds holds Bonds in several capacities the Bond or Bonds held in each such separate capacity shall be deemed to be held in a separate name for the purposes of this Section if the Principal Trustee shall have been advised of the requisite pertinent facts by such

owner; and, if coupon Bonds not registered as to principal shall at the time be outstanding, the Principal Trustee shall select for redemption, as nearly as may be, a principal amount of coupon Bonds not registered as to principal which bears to the total principal amount of Bonds then to be redeemed the same ratio that the principal amount of coupon Bonds not registered as to principal then outstanding bears to the total principal amount of Bonds then outstanding. The particular coupon Bonds not registered as to principal to be so redeemed shall be determined by lot in any manner deemed by the Principal Trustee to be fair and proper. The portion of any fully registered Bonds to be redeemed shall be in the principal amount of $1,000, or a multiple thereof. Such allocations as may be requisite for the purposes of this Section shall be made by the Principal Trustee in its uncontrolled discretion.

SECTION 3. The provisions of *§5.02*, *§5.03* (as modified by Section 2 above), *§5.04* and *§5.05* of the Original Indenture shall be applicable to Bonds of the 1978 Series.

SECTION 4. The holder of each and every Bond of the 1978 Series issued hereunder hereby agrees to accept payment thereof prior to maturity on the terms and conditions in this Article II and in Article III of this Supplemental Indenture provided.

ARTICLE III.

Sinking Fund for Bonds of the 1978 Series.

SECTION 1. For the purpose of this Article, the first day of July, 1959 and the first day of July in each year thereafter to and including July 1, 1977 are called "Sinking Fund Payment Dates".

SECTION 2. The Company covenants and agrees that it will on July 1, 1959 create, and so long as any of the Bonds of the 1978 Series