

notice in writing by registered mail, postage prepaid, is given to such owner or owners not more than sixty (60) days nor less than thirty (30) days before the date so fixed for redemption. Prior to the date fixed for redemption, funds shall be placed in the Bank of Payment sufficient to pay the Bonds called and accrued interest thereon, plus any premium required. Upon the happening of the above conditions said Bonds that called shall not thereafter bear interest, and, except for the purpose of payment, shall no longer be protected by the Indenture. If any of the Bonds to be redeemed at the time of any redemption of Bonds are registered as to principal, notice of any such redemption shall be mailed to the registered owner of each such Bond by registered mail, postage prepaid, addressed to him at his registered address, not earlier than sixty (60) days nor later than thirty (30) days prior to the date fixed for redemption.

This Bond is negotiable and is transferable by delivery unless registered as to principal in the owner's name upon the books of the Borrower to be kept for that purpose at the office of the Trustee, such registration being noted thereon. After such registration, no transfer of this Bond shall be valid unless made on said books at the request of the registered owner thereof or his attorney duly authorized thereto, and statutorily noted thereon; but this Bond may be discharged from registry by being in like manner transferred to bearer, whereupon transferability by delivery shall be restored; and this Bond may again and from time to time be registered or made payable to bearer as before. Such registration, however, shall not affect the negotiability of the annexed coupons which shall always be transferable by delivery and be payable to bearer, and payment to the bearer thereof shall fully discharge the Borrower in respect of the interest therein mentioned whether or not this Bond be registered as to principal and whether or not any such coupons be overdue.

The Bonds of Series 1958A and of Series 1958B are

callable prior to their stated maturities.

The Borrower reserves and shall have the option of calling Bonds numbered B-280 through B-350 inclusive, maturing April 1, 1994 through April 1, 1998 inclusive, for redemption prior to maturity in whole or in part in inverse numerical order on any interest payment date at par and accrued interest to date of payment.

After, but not until, the Borrower has exercised its option to call all of said Bonds numbered B-280 through B-350 inclusive, or after said Bonds numbered B-280 through B-350 inclusive, shall have been retired in any manner, then the

Borrower shall have the option of calling Bonds numbered B-46 through B-279 inclusive, maturing April 1, 1966 through April 1, 1993 inclusive, for redemption prior to maturity in whole or in part in inverse numerical order on October 1, 1968, or on any interest payment date, thereafter, at par and accrued interest to date of redemption, plus a premium on the principal amount of each such Bond so redeemed as follows:

- 3% on all such Bonds redeemed October 1, 1968 through April 1, 1973 inclusive,
- 2 1/2% on all such Bonds redeemed October 1, 1973 through April 1, 1978 inclusive,
- 2% on all such Bonds redeemed October 1, 1978 through April 1, 1983 inclusive,
- 1 1/2% on all such Bonds redeemed October 1, 1983 through April 1, 1988 inclusive,
- 1% on all such Bonds redeemed after April 1, 1988 and prior to maturity.

Notice of any such redemption shall be given in a financial publication printed in the English language in the City of New York, New York, at least once, not more than sixty (60) days nor less than thirty (30) days before the date fixed for such payment, and thirty (30) days' notice in writing shall be given to the Bank of Payment before the date so fixed for such redemption; provided that such published notice of redemption need not be given in the event that all of the Bonds to be so redeemed are held by a single owner or are registered, and